PROOF

STATE OF IOWA

House Journal

THURSDAY, FEBRUARY 26, 2004

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JOURNAL OF THE HOUSE

Forty-sixth Calendar Day - Thirty-first Session Day

Hall of the House of Representatives Des Moines, Iowa, Thursday, February 26, 2004

The House met pursuant to adjournment at 8:51 a.m., Speaker Rants in the chair.

Prayer was offered by Reverend Alden Kuiper, pastor of the Crossroads Christian Reformed Church, West Des Moines. He was the guest of Representative Libby Jacobs from Polk County.

PLEDGE OF ALLEGIANCE

The Pledge of Allegiance was led by Speaker Rants.

The Journal of Wednesday, February 25, 2004 was approved.

INTRODUCTION OF BILLS

<u>House File 2372</u>, by committee on agriculture, a bill for an act relating to assessments imposed on cattle for purposes of promotion, education, and research, and providing an effective date.

Read first time and referred to committee on ways and means.

House File 2373, by committee on commerce, regulation and labor, a bill for an act providing for the inapplicability of provisions regulating licensed real estate brokers and salespersons to auctioneers under specified circumstances, and providing penalties.

Read first time and placed on the calendar.

<u>House File 2374</u>, by Jacobs, a bill for an act relating to elections and voter registration by implementing requirements of federal law, adjusting language to reflect current practice, making changes related to absentee voting, and including effective date provisions.

Read first time and referred to committee on **state government**.

<u>House File 2375</u>, by Upmeyer, a bill for an act providing a prohibition against reprisals relating to health care workers disclosing specified information, and providing penalties.

Read first time and referred to committee on human resources.

House File 2376, by Connors, a bill for an act relating to workers' compensation, including certain benefits and procedures administered by the workers' compensation commissioner, workers' compensation liability insurance, liability insurance, confidential information filed with the workers' compensation commission, liability of third parties, subrogation and indemnification of employers, and repeal of provisions specific to occupational disease compensation, and providing penalties.

Read first time and referred to committee on **commerce**, **regulation and labor**.

<u>House File 2377</u>, by Alons, Mertz, and Klemme, a bill for an act regulating the transportation of animal carcasses, and providing for fees.

Read first time and referred to committee on agriculture.

CONSIDERATION OF BILLS Special Order Calendar

House File 2302, a bill for an act relating to gambling, concerning the operation, licensure, regulation, fee assessment, and taxation of racetracks and excursion gambling boats, including pari-mutuel wagering, horse purses and gambling games at racetracks and on gambling boats, racing and gaming commission membership and employees, gambling treatment fund and community endowment fund appropriations, gambling by minors and others, and providing penalties and including effective and retroactive applicability date provisions, was taken up for consideration.

Gipp of Winneshiek asked and received unanimous consent that House File 2302 be temporarily deferred and that the bill retain its place on the special order calendar.

The House stood at ease at 9:13 a.m., until the fall of the gavel.

The House resumed session at 11:07 a.m., Speaker Rants in the chair.

LEAVE OF ABSENCE

Leave of absence was granted as follows:

Arnold of Lucas on request of Speaker Rants.

The House resumed consideration of <u>House File 2302</u>, found on page 370 of the House Journal, previously deferred.

Carroll of Poweshiek offered amendment $\underline{H-8072}$ filed by Carroll, et al., as follows:

H-8072

- 1 Amend House File 2302 as follows:
- 2 1. By striking everything after the enacting
- 3 clause and inserting the following:
- 4 "Section 1. NEW SECTION. 15E.311 COMMUNITY
- 5 ENDOWMENT FUND.
- 6 1. A community endowment fund is created in the
- 7 state treasury under the control of the department of
- 3 revenue. The fund consists of all moneys appropriated
- 9 to the fund. Moneys in the fund shall be distributed
- 10 by the department as provided in this section.
- 11 2. At the end of each fiscal year, moneys in the
- 12 fund shall be transferred into separate accounts
- 13 within the fund and designated for use by each county
- 14 in which no licensee authorized to conduct gambling
- 15 games under chapter 99F was located during that fiscal
- 16 year. Moneys transferred to county accounts shall be
- 17 divided equally among the counties. Moneys
- 18 transferred into an account for a county shall be
- 19 transferred by the department to an eligible community
- 20 foundation for that county. Of the moneys
- 21 transferred, an eligible community foundation shall
- 22 distribute eighty percent of the moneys as grants to
- 23 recipients in that county and shall retain twenty
- 24 percent of the moneys for use as an endowment for that
- 25 foundation. If a county does not have an eligible
- $\,26\,\,$ community foundation, moneys in the account for that
- 27 county shall remain in that account until an eligible
- 28 community foundation for that county is established.
- 29 For purposes of this subsection, an "eligible

- 30 community foundation" means a qualified community
- 31 foundation, as defined in section 15E.303, that is
- 32 designated by the board, as defined in section
- 15E.303, to receive moneys from an account created in
- 34 this section for a particular county.
- 3. Notwithstanding section 12C.7, subsection 2, 35
- 36 interest or earnings on moneys deposited in the
- 37 community endowment fund shall be credited to the
- community endowment fund. Notwithstanding section
- 8.33, moneys credited to the community endowment fund
- 40 shall not revert at the close of a fiscal year.
- 41 Sec. 2. Section 99D.2, subsection 8, Code 2003, is
- amended to read as follows:
- 43 8. "Racetrack enclosure" means all real property
- utilized for the conduct of a race meeting, including
- 45 the racetrack, grandstand, clubhouse, turf club or
- other areas of a licensed racetrack which a person may 46
- 47 enter only upon payment of an admission fee, or upon
- 48 payment by another, at any time, based upon the
- person's admittance, or upon presentation of
- authorized credentials. "Racetrack enclosure" also

- 1 means concession stands, offices, barns, kennels and
- barn areas, employee housing facilities, parking lots,
- and any additional areas designated by the commission.
- Sec. 3. Section 99D.2, Code 2003, is amended by
- adding the following new subsection:
- NEW SUBSECTION. 9. "Wagering area" means that
- portion of a racetrack in which a licensee may receive 7
- wagers of money from a person present in a licensed
- racing enclosure on a horse or dog in a race selected
- 10 by the person making the wager as designated by the
- 11 commission.
- Sec. 4. Section 99D.5, subsections 1, 2, 3, and 4, 12
- 13 Code 2003, are amended to read as follows:
- 1. A state racing and gaming commission is created
- within the department of inspections and appeals 15
- 16 consisting of nine members, including five voting
- members who and four nonvoting members.
- 18 a. The voting members of the commission shall be
- appointed by the governor subject to confirmation by
- the senate, and who shall serve not to exceed a three-
- 21 year term at the pleasure of the governor. The term
- 22 of each voting member shall begin and end as provided
- 23 in section 69.19.
- b. The nonvoting members of the commission shall 24
- be two state representatives, one appointed by the
- 26 speaker of the house of representatives and one by the
- 27 minority leader of the house of representatives, and
- 28 two state senators, one appointed by the majority

- 29 leader of the senate and one by the minority leader of
- 30 the senate
- 31 2. A vacancy of a voting member on the commission
- 32 shall be filled as provided in section 2.32.
- 33 3. Not more than three voting members of the
- 34 commission shall belong to the same political party.
- 35 A member of the commission shall not have a financial
- 36 interest in a racetrack.
- 37 4. a. Commission The voting members of the
- 38 commission are each entitled to receive an annual
- 39 salary of six thousand dollars. Members Voting
- 40 members shall also be reimbursed for actual expenses
- 41 incurred in the performance of their duties to a
- 42 maximum of thirty thousand dollars per year for the
- 43 commission. Each voting member shall post a bond in
- 44 the amount of ten thousand dollars, with sureties to
- $45 \quad \text{be approved by the governor, to guarantee the proper}$
- 46 handling and accounting of moneys and other properties
- $47 \quad \textbf{required in the administration of this chapter. \ The}$
- 48 premiums on the bonds shall be paid as other expenses
- 49 of the commission be covered by the blanket surety
- 50 bond of the state purchased pursuant to section

- 1 <u>8A.321</u>, subsection 12.
- 2 <u>b. Legislative members shall be paid the per diem</u>
- 3 and expenses specified in section 2.10 for each day of
- 4 service. The per diem and expenses of the legislative
- 5 members shall be paid from funds appropriated under
- 6 <u>section 2.12.</u>
- 7 Sec. 5. Section 99D.6, Code 2003, is amended to
- 8 read as follows:
- 9 99D.6 CHAIRPERSON ADMINISTRATOR EMPLOYEES -
- 10 DUTIES BOND.
- 11 The commission shall elect in July of each year one
- 12 of its voting members as chairperson for the
- 13 succeeding year. The commission shall appoint an
- 14 administrator of the commission subject to
- 15 confirmation by the senate. The administrator shall
- 16 serve a four-year term. The term shall begin and end
- 17 in the same manner as set forth in section 69.19. A
- 18 vacancy shall be filled for the unexpired portion of19 the term in the same manner as a full-term appointment
- 20 is made. The administrator may hire other assistants
- 21 and employees as necessary to carry out the
- 22 commission's duties. <u>Employees in the positions of</u>
- 23 equine veterinarian, canine veterinarian, and equine
- 24 steward shall be exempt from the merit system
- 25 provisions of chapter 8A, subchapter IV, and shall not
- 26 be covered by a collective bargaining agreement. Some
- 27 or all of the information required of applicants in

- 28 section 99D.8A, subsections 1 and 2, may also be
- 29 required of employees of the commission if the
- 30 commission deems it necessary. The administrator
- 31 shall keep a record of the proceedings of the
- 32 commission, and preserve the books, records, and
- 33 documents entrusted to the administrator's care. The
- 34 commission shall require the administrator to post a
- 35 bond in a sum it may fix, conditioned upon the
- 36 faithful performance of the administrator's duties
- 37 shall be covered by the blanket surety bond of the
- 38 state purchased pursuant to section 8A.321, subsection
- 39 12. Subject to the approval of the governor, the
- 40 commission shall fix the compensation of the
- 41 administrator within the salary range as set by the
- 42 general assembly. The commission shall have its
- 43 headquarters in the city of Des Moines, and shall meet
- 44 in July of each year and at other times and places as
- 45 it finds necessary for the discharge of its duties.
- 46 Sec. 6. Section 99D.7, subsection 8, Code 2003, is
- 47 amended to read as follows:
- 48 8. To investigate alleged violations of this
- 49 chapter or the commission rules, orders, or final
- 50 decisions and to take appropriate disciplinary action

- 1 against a licensee or a holder of an occupational
- 2 license for the violation, or institute appropriate
- 3 legal action for enforcement, or both. <u>Information</u>
- 4 gathered during an investigation is confidential
- 5 <u>during the pendency of the investigation.</u> Decisions
- 6 by the commission are final agency actions pursuant to
- 7 chapter 17A.
- 8 Sec. 7. Section 99D.7, subsection 19, Code 2003,
- 9 is amended to read as follows:
- 10 19. To require licensees to indicate in their
- 11 racing programs those horses which are treated with
- 12 the legal medication lasix furosemide or
- 13 phenylbutazone. The program shall also indicate if it
- 14 is the first or subsequent time that a horse is racing
- 15 with lasix furosemide, or if the horse has previously
- 16 raced with lasix furosemide and the present race is
- 17 the first race for the horse without lasix furosemide
- 18 following its use.
- 19 Sec. 8. Section 99D.7, Code 2003, is amended by
- 20 adding the following new subsection:
- 21 NEW SUBSECTION. 23. To require licensees to
- 22 establish a process to allow a person to be
- 23 voluntarily excluded for life from a racetrack
- 24 enclosure and all other licensed facilities under this
- 25 chapter and chapter 99F. The process established
- 26 shall require that a licensee disseminate information

- 27 regarding persons voluntarily excluded to all
- 28 licensees under this chapter and chapter 99F. The
- 29 state and any licensee under this chapter or chapter
- 30 99F shall not be liable to any person for any claim
- 31 which may arise from this process. In addition to any
- 32 other penalty provided by law, any money or thing of
- 33 value that has been obtained by, or is owed to, a
- 34 voluntarily excluded person by a licensee as a result
- 35 of wagers made by the person after the person has been
- 36 voluntarily excluded shall not be paid to the person
- 37 but shall be deposited into the gambling treatment
- 38 fund created in section 135.150.
- 39 Sec. 9. Section 99D.9, subsections 1 and 2, Code
- 40 2003, are amended to read as follows:
- 41 1. If the commission is satisfied that its rules
- 42 and sections 99D.8 through 99D.25 applicable to
- 43 licensees have been or will be complied with, it may
- 44 issue a license for a period of not more than three
- 45 years. The commission may decide which types of
- 46 racing it will permit. The commission may permit dog
- 47 racing, horse racing of various types, or both dog and
- 48 horse racing. The commission shall decide the number,
- 49 location, and type of all racetracks licensed under
- 50 this chapter. The license shall set forth the name of

- 1 the licensee, the type of license granted, the place
- 2 where the race meeting is to be held, and the time and
- 3 number of days during which racing may be conducted by
- 4 the licensee. The commission shall not approve the
- 5 licenses for racetracks in Dubuque county and Black
- 6 Hawk county if the proposed racing schedules of the
- 7 two tracks conflict. The commission shall not approve
- 8 a license application if any part of the racetrack is
- 9 to be constructed on prime farmland outside the city
- 10 limits of an incorporated city. As used in this
- 11 subsection, "prime farmland" means as defined by the
- 12 United States department of agriculture in 7 C.F.R.
- 13 sec. § 657.5(a). A license is not transferable or
- 14 assignable. The commission may revoke any license
- 15 issued for good cause upon reasonable notice and
- 16 hearing. The commission shall conduct a neighborhood
- 17 impact study to determine the impact of granting a
- 18 license on the quality of life in neighborhoods
- 19 adjacent to the proposed racetrack facility. The
- 20 applicant for the license shall reimburse the
- 21 commission for the costs incurred in making the study.
- 22 A copy of the study shall be retained on file with the
- 23 commission and shall be a public record. The study
- 24 shall be completed before the commission may issue a
- 25 license for the proposed facility.

- 26 2. A license shall only be granted to a nonprofit
- 27 corporation or association upon the express condition
- 28 that:
- 29 a. The the nonprofit corporation or association
- 30 shall not, by a lease, contract, understanding, or
- 31 arrangement of any kind, grant, assign, or turn over
- 32 to a person the operation of a race meeting licensed
- 33 under this section or of the pari-mutuel system of
- 34 wagering described in section 99D.11. This section
- 35 does not prohibit a management contract approved by
- 36 the commission.
- 37 b. The nonprofit corporation shall not in any
- 38 manner permit a person other than the licensee to have
- 39 a share, percentage, or proportion of the money
- 40 received for admissions to the race or race meeting.
- 11 Sec. 10. Section 99D.9, subsection 6, Code 2003,
- 42 is amended to read as follows:
- 43 6. (1) A licensee may shall not loan to any
- 44 person money or any other thing of value for the
- 45 purpose of permitting that person to wager on any
- 46 race
- 47 (2) A licensee shall not permit a financial
- 48 institution, vendor, or other person to dispense cash
- 49 or credit through an electronic or mechanical device
- 50 including but not limited to a satellite terminal as

- 1 defined in section 527.2, that is located on the
- 2 <u>licensed premises.</u>
- 3 Sec. 11. <u>NEW SECTION</u>. 99D.9A MORATORIUM.
- 4 The commission shall not issue a license to conduct
- 5 pari-mutuel wagering at a racetrack pursuant to this
- 6 chapter as provided in section 99F.4C.
- 7 Sec. 12. Section 99D.11, subsection 7, Code 2003,
- 8 is amended to read as follows:
- 7. A person under the age of twenty-one years
- 10 shall not make or attempt to make a pari-mutuel wager.
- 11 A person who violates this subsection commits a
- 12 scheduled violation under section 805.8C, subsection
- 13 <u>4.</u>
- 14 Sec. 13. Section 99D.14, subsection 2, Code 2003,
- 15 is amended by striking the subsection and inserting in
- 16 lieu thereof the following:
- 17 2. A licensee shall pay a regulatory fee to be
- 18 charged as provided in this section. In determining
- 19 the regulatory fee to be charged as provided under
- 20 this section, the commission shall use the amount
- 21 appropriated to the commission plus the cost of
- 22 salaries for no more than two special agents for each
- 23 racetrack, plus any direct and indirect support costs
- 24 for the agents, for the division of criminal

- 25 investigation's racetrack activities, as the basis for
- 26 determining the amount of revenue to be raised from
- 27 the regulatory fee.
- 28 Sec. 14. Section 99D.14, subsection 7, Code 2003,
- 29 is amended by striking the subsection.
- 30 Sec. 15. Section 99D.15, subsection 3, paragraph
- 31 d, Code 2003, is amended by striking the paragraph.
- 32 Sec. 16. Section 99D.15, Code 2003, is amended by
- 33 adding the following new subsection:
- 34 NEW SUBSECTION. 5. An amount equal to one-half of
- 35 one percent of the gross sum wagered by the pari-
- 36 mutuel method shall be deposited into the gambling
- 37 treatment fund created in section 135.150 from the tax
- 38 revenue received by the commission pursuant to
- 39 subsections 1, 3, and 4.
- 40 Sec. 17. Section 99D.19, Code 2003, is amended to
- 41 read as follows:
- 42 99D.19 HORSE OR DOG RACING LICENSEES RECORDS
- 43 REPORTS SUPERVISION.
- 44 1. A licensee shall keep its books and records so
- 45 as to clearly show the following:
- 46 1. a. The total number of admissions to races
- 47 conducted by it on each racing day, including the
- 48 number of admissions upon free passes or complimentary
- 49 tickets for each day of operation.
- 50 2. b. The amount received daily from admission

- 1 fees.
- 2 3. The total amount of money wagered during the
- 3 race meet for each day of operation.
- 4 <u>2.</u> The licensee shall furnish to the commission
- 5 reports and information as the commission may require
- 6 with respect to its activities. The commission may
- 7 designate a representative to attend a licensed race
- 8 meeting, who shall have full access to all places
- 9 within the enclosure of the meeting and who shall
- 10 supervise and check the admissions. The compensation
- 11 of the representative shall be fixed by the commission
- 12 but shall be paid by the licensee.
- 13 Sec. 18. Section 99D.23, subsection 1, Code 2003,
- 14 is amended to read as follows:
- 15 1. The commission shall employ one or more
- 16 chemists or contract with a qualified chemical
- 17 laboratory to determine by chemical testing and
- 18 analysis of saliva, urine, blood, or other excretions
- 19 or body fluids whether a substance or drug has been
- 20 introduced which may affect the outcome of a race or
- 21 whether an action has been taken or a substance or
- 22 drug has been introduced which may interfere with the
- 23 testing procedure. The commission shall adopt rules

- 24 under chapter 17A concerning procedures and actions
- 25 taken on positive drug reports. The commission may
- 26 adopt by reference the standards of the national
- 27 association of state racing commissioners, the
- 28 association of official racing chemists, and New York
- 29 jockey club, or the United States trotting
- 30 association, nationally recognized standards as
- 31 determined by the commission or may adopt any other
- 32 procedure or standard. The commission has the
- 33 authority to retain and preserve by freezing, test
- 34 samples for future analysis.
- 35 Sec. 19. Section 99D.25, subsection 1, paragraph
- 36 a, Code 2003, is amended to read as follows:
- 37 a. "Drugging" means administering to a horse or
- 38 dog any substance foreign to the natural horse or dog
- 39 prior to the start of a race. However, in counties
- $40\ \$ with a population of two hundred fifty thousand or
- $41 \;\;$ more, "drugging" does not include administering to a
- 42 horse the drugs lasix furosemide and phenylbutazone in
- 43 accordance with section 99D.25A and rules adopted by
- 44 the commission.
- 45 Sec. 20. Section 99D.25, subsection 5, Code 2003,
- 46 is amended to read as follows:
- 5. Every horse which suffers a breakdown on the
- 48 racetrack, in training, or in competition, and is
- 49 destroyed, and every other horse which expires while
- 50 stabled on the racetrack under the jurisdiction of the

- 1 commission, shall undergo a postmortem examination by
- 2 <u>a veterinarian or a veterinary pathologist</u> at a time
- and place acceptable to the commission veterinarian to
- 4 determine the injury or sickness which resulted in
- 5 euthanasia or natural death. The postmortem
- 6 examination shall be conducted by a veterinarian
- 7 employed by the owner or the owner's trainer in the
- 8 presence of and in consultation with the commission
- 9 veterinarian. Test samples shall be obtained from the
- $10 \quad carcass \ upon \ which \ the \ postmortem \ examination \ is$
- 11 conducted and shall be sent to a laboratory approved 12 by the commission for testing for foreign substances
- 13 and natural substances at abnormal levels. When
- 13 and natural substances at abnormal levels. When
- 14 practical, blood and urine test samples should be
- 15 procured prior to euthanasia. The owner of the
- 16 deceased horse is responsible for payment of any
- 17 charges due the veterinarian employed to conduct the 18 postmortem examination. The services of the
- 19 commission veterinarian and the laboratory testing of
- 20 postmortem samples shall be made available by the
- 21 commission without charge to the owner. A record of
- 22 every postmortem shall be filed with the commission by

- 23 the owner's veterinarian or veterinary pathologist who
- 24 performed the postmortem within seventy-two hours of
- 25 the death and shall be submitted on a form supplied by
- 26 the commission. Each owner and trainer accepts the
- 27 responsibility for the postmortem examination provided
- 28 herein as a requisite for maintaining the occupational
- 29 license issued by the commission.
- 30 Sec. 21. Section 99D.25, subsection 9, Code 2003,
- 31 is amended to read as follows:
 - 9. The commission shall conduct random tests of
- 33 bodily substances of horses entered to race each day
- 34 of a race meeting to aid in the detection of any
- 35 unlawful drugging. The tests shall may be conducted
- 36 both prior to and after a race. The commission shall
- 37 also test any horse that breaks down during a race and
- 38 shall perform an autopsy on any horse that is killed
- 39 or subsequently destroyed as a result of <u>an</u> accident
- 40 during a race.
- 41 Sec. 22. Section 99D.25A, subsections 3 through 7,
- 42 Code 2003, are amended to read as follows:
- 43 3. If a horse is to race with phenylbutazone in
- 44 its system, the trainer, or trainer's designee, shall
- 45 be responsible for marking the information on the
- 46 entry blank for each race in which the horse shall use
- 47 phenylbutazone. Changes made after the time of entry
- 48 must be submitted on the prescribed form to the
- 49 commission veterinarian no later than scratch time.
- 50 4. If a test detects concentrations of

- 1 phenylbutazone in the system of a horse in excess of
- the level permitted in this section, the commission
- 3 shall assess a civil penalty against the trainer of at
- 4 least two hundred dollars for the first offense and at
- 5 <u>least</u> five hundred dollars for a second offense. The
- 6 penalty for a third or subsequent offense shall be in
- 7 the discretion of the commission. A penalty assessed
- 8 under this subsection shall not affect the placing of
- 9 the horse in the race.
- 10 5. Lasix Furosemide may be administered to
- 11 certified bleeders. Upon request, any horse placed on
- 12 the bleeder list shall, in its next race, be permitted
- 13 the use of lasix furosemide. Once a horse has raced
- 14 with lasix furosemide, it must continue to race with
- 15 lasix furosemide in all subsequent races unless a
- 16 request is made to discontinue the use. If the use of
- 17 lasix furosemide is discontinued, the horse shall be
- 18 prohibited from again racing with lasix furosemide
- 19 unless it is later observed to be bleeding. Requests
- 20 for the use of or discontinuance of lasix furosemide
- 21 must be made to the commission veterinarian by the

- 22 horse's trainer or assistant trainer on a form
- 23 prescribed by the commission on or before the day of
- 24 entry into the race for which the request is made.
- 6. Once a horse has been permitted the use of
- 26 lasix furosemide, the horse must be treated with lasix
- 27 furosemide in the horse's stall, unless the commission
- 28 provides that a horse must be brought to the detention
- 29 barn for treatment. After the lasix furosemide
- 30 treatment, the commission, by rule, may authorize the
- 31 release of the horse from the horse's stall or
- detention barn before the scheduled post time. If a 32
- 33 horse is brought to the detention barn late, the
- 34 commission shall assess a civil penalty of one hundred
- 35 dollars against the trainer.
- 7. A horse entered to race with lasix furosemide
- 37 must be treated at least four hours prior to post
- 38 time. The lasix furosemide shall be administered
- 39 intravenously by a veterinarian employed by the owner
- 40 or trainer of the horse. The commission shall adopt
- 41 rules to ensure that $\frac{1}{1}$ furosemide is administered
- as provided in this section. The commission shall
- 43 require that the practicing veterinarian deliver an
- 44 affidavit signed by the veterinarian which certifies
- 45 information regarding the treatment of the horse. The
- 46 affidavit must be delivered to a commission
- 47 veterinarian within twenty minutes following the
- 48 treatment. The statement must at least include the
- name of the practicing veterinarian, the tattoo number
- of the horse, the location of the barn and stall where

- the treatment occurred, the race number of the horse,
- the name of the trainer, and the time that the lasix
- furosemide was administered. Lasix Furosemide shall
- 4 only be administered in a dose level of two hundred
- 5 fifty milligrams.
- Sec. 23. Section 99F.1, Code Supplement 2003, is
- amended by adding the following new subsection:
- NEW SUBSECTION. 7A. "Excursion boat" means a 8
- self-propelled, floating vessel that is or has been
- 10 previously certified by the United States coast guard
- for operation as a vessel. 11
- Sec. 24. Section 99F.1, subsection 8, Code
- 13 Supplement 2003, is amended to read as follows:
- 8. "Excursion gambling boat" means a self-
- 15 propelled an excursion boat or moored barge on which
- 16 lawful gambling is authorized and licensed as provided
- 17 in this chapter.
- 18 Sec. 25. Section 99F.1, subsection 10, Code
- 19 Supplement 2003, is amended to read as follows:
- 10. "Gambling game" means any game of chance

- 21 authorized by the commission. However, for racetrack
- 22 enclosures, "gambling game" does not include table
- 23 games of chance or video machines which simulate table
- 24 games of chance. "Gambling game" does not include
- 25 sports betting.
- 26 Sec. 26. Section 99F.1, Code Supplement 2003, is
- 27 amended by adding the following new subsection:
- 28 NEW SUBSECTION. 10A. "Gaming floor" means that
- 29 portion of an excursion gambling boat or racetrack
- 30 enclosure in which gambling games are conducted as
- 31 designated by the commission.
- 32 Sec. 27. Section 99F.1, subsection 12, Code
- 33 Supplement 2003, is amended to read as follows:
- 34 12. "Holder of occupational license" means a
- 35 person licensed by the commission to perform an
- 36 occupation which the commission has identified as
- 37 requiring a license to engage in the excursion
- 38 gambling boat gambling industry in Iowa.
- Sec. 28. Section 99F.1, Code Supplement 2003, is
- 40 amended by adding the following new subsection:
- 41 14A. "Moored barge" means a floating barge or
- 42 vessel that is not self-propelled.
- 43 Sec. 29. Section 99F.1, subsection 16, Code
- 44 Supplement 2003, is amended to read as follows:
- 45 16. "Racetrack enclosure" means all real property
- 46 utilized for the conduct of a race meeting, including
- 47 the <u>racetrack</u>, grandstand, clubhouse, turf club, or
- 48 other areas of a licensed racetrack which an
- 49 individual may enter only upon payment of an admission
- 50 fee, or upon payment by another, at any time, based

- 1 upon the individual's admittance, or upon presentation
- 2 of authorized credentials. "Racetrack enclosure" also
- 3 means concession stands, offices, barns, kennels and
- 4 barn areas, employee housing facilities, parking lots,
- $\underline{\underline{a}}$ any additional areas designated by the commission.
- 6 Sec. 30. Section 99F.4, subsection 2, Code 2003,
- 7 is amended to read as follows:
- 8 2. To license qualified sponsoring organizations,
- 9 to license the operators of excursion gambling boats,
- 10 to identify occupations within the excursion gambling
- 11 boat operations which require licensing, and to adopt
- 12 standards for licensing the occupations including
- 13 establishing fees for the occupational licenses and
- 14 licenses for qualified sponsoring organizations. The
- 15 fees shall be paid to the commission and deposited in
- 16 the general fund of the state. All revenue received
- 17 by the commission under this chapter from license fees
- 18 and admission regulatory fees shall be deposited in
- 19 the general fund of the state and shall be subject to

- 20 the requirements of section 8.60.
- 21 Sec. 31. Section 99F.4, subsection 6, Code 2003,
- 22 is amended to read as follows:
- 23 6. To investigate alleged violations of this
- 24 chapter or the commission rules, orders, or final
- 25 decisions and to take appropriate disciplinary action
- 26 against a licensee or a holder of an occupational
- 27 license for a violation, or institute appropriate
- 28 legal action for enforcement, or both. Information
- 29 gathered during an investigation is confidential
- 30 during the pendency of the investigation.
- 31 Sec. 32. Section 99F.4, subsection 18, Code 2003,
- 32 is amended to read as follows:
- 33 18. To provide for the continuous videotaping of
- 34 all gambling activities on an excursion gambling boat.
- 35 The videotaping shall be performed under guidelines
- 36 set by rule of the division of criminal investigation
- 37 and the rules may require that all or part of the
- 38 original tapes be submitted to the division on a
- 39 timely schedule.
- 40 Sec. 33. Section 99F.4, subsection 20, Code 2003,
- 41 is amended by striking the subsection.
- 42 Sec. 34. Section 99F.4, Code 2003, is amended by
- 43 adding the following new subsections:
- 44 NEW SUBSECTION. 23. To require licensees to
- 45 establish a process to allow a person to be
- 46 voluntarily excluded for life from an excursion
- 47 gambling boat and all other licensed facilities under
- 48 this chapter and chapter 99D. The process established
- 49 shall require that a licensee disseminate information
- 50 regarding persons voluntarily excluded to all

- 1 licensees under this chapter and chapter 99D. The
- 2 state and any licensee under this chapter or chapter
- 3 99D shall not be liable to any person for any claim
- 4 which may arise from this process. In addition to any
- 5 other penalty provided by law, any money or thing of
- 6 value that has been obtained by, or is owed to, a
- 7 voluntarily excluded person by a licensee as a result
- $\, 8 \,$ $\,$ of wagers made by the person after the person has been
- 9 voluntarily excluded shall not be paid to the person
 10 but shall be deposited into the gambling treatment
- 11 fund created in section 135.150.
- 12 NEW SUBSECTION. 24. To approve a licensee's
- 13 application to operate as a moored barge, an excursion
- 14 boat that will cruise, or an excursion boat that will
- 15 not cruise, as submitted pursuant to section 99F.7.
- 16 NEW SUBSECTION. 25. To conduct a socioeconomic
- $17 \quad study \ on \ the \ impact \ of \ gambling \ on \ Iowans, \ every \ eight$
- 18 years beginning in calendar year 2008, and issue a

- 19 report on that study. The commission shall ensure
- 20 that the results of each study are readily accessible
- 21 to the public.
- 22 Sec. 35. Section 99F.4A, subsection 4, Code 2003,
- 23 is amended to read as follows:
- 24 4. The <u>regulatory</u> fee imposed in section 99D.14,
- 25 subsection 2, shall be collected for admission to from
- 26 <u>a licensee of</u> a racetrack enclosure where gambling
- 27 games are licensed to operate in lieu of the admission
- 28 regulatory fee imposed in section 99F.10.
- 29 Sec. 36. Section 99F.4A, subsection 8, Code 2003,
- 30 is amended by striking the subsection.
- 31 Sec. 37. NEW SECTION. 99F.4C MORATORIUM FOR
- 32 ISSUANCE OF LICENSES FOR GAMBLING GAMES AND PARI-
- 33 MUTUEL WAGERING AND ON THE NUMBER OF GAMBLING GAMES OR
- 34 SLOT MACHINES.
- 35 1. Commencing with the effective date of this
- 36 section of this Act, the commission shall not issue a
- 37 license to conduct pari-mutuel wagering at a racetrack
- 38 pursuant to chapter 99D or to conduct gambling games
- 39 on an excursion boat or at a pari-mutuel racetrack
- 40 pursuant to this chapter.
- 41 2. Commencing with the effective date of this
- 42 section of this Act, the commission shall not
- 43 authorize any of the following:
- 44 a. An increase in the number of gambling games or
- 45 the number of slot machines on an excursion gambling
- 46 boat.
- 47 b. An increase in the number of slot machines at a
- 48 pari-mutuel racetrack.
- 49 3. This section does not affect the validity of a
- 50 license issued by the commission pursuant to chapter

- 1 99D or this chapter before the effective date of this
- 2 section of this Act or the authority of the commission
- 3 to suspend, revoke, transfer, or renew a license
- 4 issued before the effective date of this section of
- 5 this Act pursuant to chapter 99D or this chapter.
- 6 Sec. 38. Section 99F.5, subsection 1, Code 2003,
- 7 is amended to read as follows:
- 8 1. A qualified sponsoring organization may apply
- 9 to the commission for a license to conduct gambling
- 10 games on an excursion gambling boat as provided in
- 11 this chapter. A person may apply to the commission
- 12 for a license to operate an excursion gambling boat.
- 13 An operating agreement entered into on or after the
- 14 effective date of this section of this Act between a
- 15 qualified sponsoring organization and an operator
- 16 shall provide for a minimum distribution by the
- 17 qualified sponsoring organization for educational,

- 18 civic, public, charitable, patriotic, or religious 19 uses as defined in section 99B.7, subsection 3,
- 20 paragraph "b", that averages at least three percent of
- 21 the adjusted gross receipts for each license year.
- The application shall be filed with the administrator
- 23 of the commission at least ninety days before the
- 24 first day of the next excursion season as determined
- 25 by the commission, shall identify the excursion
- gambling boat upon which gambling games will be
- authorized, shall specify the exact location where the
- excursion gambling boat will be docked, and shall be
- 29 in a form and contain information as the commission
- 30 prescribes. The minimum passenger capacity of an
- 31 excursion gambling boat is two hundred fifty persons.
- Sec. 39. Section 99F.6, subsection 4, paragraph a,
- 33 Code Supplement 2003, is amended to read as follows:
- 34
- a. Before a license is granted, the division of
- 35 criminal investigation of the department of public
- safety shall conduct a thorough background
- investigation of the applicant for a license to 37
- operate a gambling game operation on an excursion
- gambling boat. The applicant shall provide 39
- 40 information on a form as required by the division of
- criminal investigation. A qualified sponsoring
- 42 organization licensed to operate gambling games under
- 43 this chapter shall distribute the receipts of all
- gambling games, less reasonable expenses, charges,
- 45 taxes, fees, and deductions allowed under this
- 46 chapter, as winnings to players or participants or
- shall distribute the receipts for educational, civic,
- public, charitable, patriotic, or religious uses as
- defined in section 99B.7, subsection 3, paragraph "b".
- However, a licensee to conduct gambling games under

- 1 this chapter shall, unless an operating agreement for
- an excursion gambling boat otherwise provides,
- distribute at least three percent of the adjusted
- gross receipts for each license year for educational,
- civic, public, charitable, patriotic, or religious
- uses as defined in section 99B.7, subsection 3, 6
- paragraph "b". However, if a licensee who is also
- 8 licensed to conduct pari-mutuel wagering at a horse
- racetrack has unpaid debt from the pari-mutuel
- 10 racetrack operations, the first receipts of the
- gambling games operated within the racetrack enclosure
- less reasonable operating expenses, taxes, and fees
- allowed under this chapter shall be first used to pay
- 14 the annual indebtedness. The commission shall
- 15 authorize, subject to the debt payments for horse
- 16 racetracks and the provisions of paragraph "b" for dog

17 racetracks, a licensee who is also licensed to conduct 18 pari-mutuel dog or horse racing to use receipts from gambling games within the racetrack enclosure to supplement purses for races particularly for Iowa-bred 21 horses pursuant to an agreement which shall be 22 negotiated between the licensee and representatives of 23 the dog or horse owners. For each agreement 24 concerning purses for horse racing beginning on or 25 after January 1, 2006, and ending before January 1, 26 2021, the agreement shall provide that total annual 27 purses for horse racing at every racetrack enclosure 28 within Polk county shall be no less than eleven 29 percent of the first two hundred million dollars of 30 net receipts, and six percent of net receipts above two hundred million dollars. A qualified sponsoring organization shall not make a contribution to a 33 candidate, political committee, candidate's committee, 34 state statutory political committee, county statutory 35 political committee, national political party, or fund-raising event as these terms are defined in 36 section 68A.102. The membership of the board of 38 directors of a qualified sponsoring organization shall 39 represent a broad interest of the communities. For 40 purposes of this paragraph, "net receipts" means the 41 annual adjusted gross receipts from all gambling games less the annual amount of money pledged by the owner of the facility to fund a project approved to receive 44 vision Iowa funds as of July 1, 2004. Sec. 40. Section 99F.7, subsection 1, Code 2003, 46 is amended to read as follows: 1. If the commission is satisfied that this

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period of not more than three years to an applicant to

chapter and its rules adopted under this chapter applicable to licensees have been or will be complied 50 with, the commission shall issue a license for a

- own a gambling game operation and to an applicant to
- operate an excursion gambling boat. The commission
- shall decide which of the gambling games authorized
- 5 under this chapter it the commission will permit. The
- commission shall decide the number, location, and type
- of excursion gambling boats licensed under this
- chapter for operation on the rivers, lakes, and
- reservoirs of this state. An excursion gambling boat
- 10 may be located or operated on a natural or man-made
- 11 lake or reservoir if the lake or reservoir is of
- sufficient size to accommodate recreational activity.
- 13 An excursion gambling boat may also be located on a
- body of water adjacent to a river, provided it is 14
- located no more than one thousand feet from the

- 16 closest edge of the river, as established by the
- 17 commission in consultation with the United States army
- 18 corps of engineers, the department of natural
- 19 resources, or other appropriate regulatory agency.
- 20 The license shall set forth, as applicable, the name
- 21 of the licensee, the type of license granted, the
- 22 place where the excursion gambling boats will operate
- 23 and dock, and the time and number of days during the
- 24 excursion season and the off season when gambling may
- 25 be conducted by the licensee. The
- 26 1A. An applicant for a license to conduct gambling
- 27 games on an excursion gambling boat, and each licensee
- 28 by June 30 of each year thereafter, shall indicate and
- 29 have noted on the license whether the applicant or
- 30 <u>licensee will operate a moored barge, an excursion</u>
- 31 boat that will cruise, or an excursion boat that will
- ${\bf 32} \quad \underline{not\ cruise}.\ \ \underline{If\ the\ applicant\ or\ licensee\ will\ operate}$
- 33 a moored barge or an excursion boat that will not
- 34 cruise, the requirements of this chapter concerning
- 35 <u>cruising shall not apply. If the applicant's or</u>
- 36 <u>licensee's excursion boat will cruise, the applicant</u>
- 37 or licensee shall comply with the cruising
- 38 requirements of this chapter and the commission shall
- 39 not allow such a licensee to conduct gambling games on
- 40 an excursion gambling boat while docked during the off
- 41 season if the licensee does not operate gambling
- 42 excursions for a minimum number of days during the
- 43 excursion season. The commission may delay the
- 44 commencement of the excursion season at the request of
- 45 a licensee.
- 46 Sec. 41. Section 99F.7, subsection 3, Code 2003,
- 47 is amended to read as follows:
- 48 3. The commission shall require, as a condition of
- 49 granting a license, that an applicant to operate an
- 50 excursion gambling boat develop, and as nearly as

- 1 practicable, recreate boats or moored barges that
- 2 resemble Iowa's riverboat history.
- 3 Sec. 42. Section 99F.7, subsection 5, paragraph b,
- 4 Code 2003, is amended by striking the paragraph.
- 5 Sec. 43. Section 99F.7. subsection 9. Code 2003.
- is amended to read as follows:
- 7 9. a. A licensee shall not loan to any person
- money or any other thing of value for the purpose of
- 9 permitting that person to wager on any game of chance.
- 10 b. A licensee shall not permit a financial
- 11 institution, vendor, or other person to dispense cash
- 12 or credit through an electronic or mechanical device
- 13 including but not limited to a satellite terminal, as
- 14 defined in section 527.2, that is located on the

- 15 licensed premises.
- 16 Sec. 44. Section 99F.7, subsection 10, paragraph
- 17 e, Code 2003, is amended to read as follows:
- e. After a referendum has been held which defeated
- 19 a proposal to conduct gambling games on excursion
- 20 gambling boats or which defeated a proposal to conduct
- 21 gambling games at a licensed pari-mutuel racetrack
- 22 enclosure as provided in this section, another
- 23 referendum on a proposal to conduct gambling games on
- 24 an excursion gambling boat or at a licensed pari-
- 25 mutuel racetrack shall not be held for at least two
- 26 eight years.
- 27 Sec. 45. Section 99F.9, subsection 5, Code 2003,
- 28 is amended to read as follows:
- 5. A person under the age of twenty-one years
- 30 shall not make or attempt to make a wager on an
- 31 excursion gambling boat or in a racetrack enclosure
- 32 and shall not be allowed in the area on the gaming
- 33 floor of the an excursion gambling boat where gambling
- 34 is being conducted or of a racetrack enclosure.
- 35 However, a person eighteen years of age or older may
- 36 be employed to work in a gambling area on the gaming
- floor of an excursion gambling boat or a racetrack 37
- 38 enclosure. A person who violates this subsection with
- 39 respect to making or attempting to make a wager
- 40 commits a scheduled violation under section 805.8C,
- subsection 4.
- Sec. 46. Section 99F.10, Code 2003, is amended to 42
- 43 read as follows:
- 44 99F.10 ADMISSION REGULATORY FEE - TAX - LOCAL
- 45 FEES.
- 1. A qualified sponsoring organization conducting
- 47 gambling games on an excursion gambling boat licensed
- under section 99F.7 shall pay the tax imposed by
- 49 section 99F.11.
- 50 2. An excursion gambling boat licensee shall pay

- to the commission an admission a regulatory fee for
- each person embarking on an excursion gambling boat
- with a ticket of admission to be charged as provided 3
- 4 in this section. The admission fee shall be set by
- 5 the commission.
- a. If tickets are issued which are good for more 6
- than one excursion, the admission fee shall be paid
- for each person using the ticket on each excursion
- that the ticket is used.
- b. If free passes or complimentary admission
- 11 tickets are issued, the licensee shall pay the same
- 12 fee upon these passes or complimentary tickets as if
- 13 they were sold at the regular and usual admission

- 14 rate.
- 15 c. However, the excursion boat licensee may issue
- 16 fee free passes to actual and necessary officials and
- 17 employees of the licensee or other persons actually
- 18 working on the excursion gambling boat.
- 19 d. The issuance of fee free passes is subject to
- 20 the rules of the commission, and a list of all persons
- 21 to whom the fee-free passes are issued shall be filed 22 with the commission.
 - 3 3. In addition to the admission fee charged under
- 24 subsection 2 and subject Subject to approval of
- 25 excursion gambling boat docking by the voters, a city
- 26 may adopt, by ordinance, an admission fee not
- 27 exceeding fifty cents for each person embarking on an
- 28 excursion gambling boat docked within the city or a
- 29 county may adopt, by ordinance, an admission fee not
- 30 exceeding fifty cents for each person embarking on an
- 31 excursion gambling boat docked outside the boundaries
- 32 of a city. The admission revenue received by a city
- 33 or a county shall be credited to the city general fund
- 34 or county general fund as applicable.
- 35 4. In determining the license fees and state
- 36 admission regulatory fees to be charged as provided
- 37 under section 99F.4 and this section, the commission
- 38 shall use the amount appropriated to the commission
- 39 plus the cost of salaries for no more than two special
- 40 agents and no more than four gaming enforcement
- 41 officers for each excursion gambling boat, plus any
- 42 direct and indirect support costs for the agents and
- 43 officers, for the division of criminal investigation's
- 44 excursion gambling boat activities and an amount for
- 45 all licensees, not to exceed one hundred twenty five
- 46 thousand dollars, representing other associated costs
- 47 of the division, as the basis for determining the
- 48 amount of revenue to be raised from the license fees
- 49 and admission regulatory fees. The division's salary
- 50 costs shall be limited to eighty percent of the salary

- 1 costs for special agents and eighty percent of the
- 2 salary costs for gaming enforcement for personnel
- 3 assigned to excursion gambling boats who enforce laws
- and rules adopted by the commission.
- 5. No other license tax, permit tax, occupation
- tax, excursion fee, or taxes on fees shall be levied,
- 7 assessed, or collected from a licensee by the state or
- 8 by a political subdivision, except as provided in this
- 9 chapter.
- 10 6. No other excise tax shall be levied, assessed,
- 11 or collected from the licensee relating to gambling
- 12 excursions or admission charges by the state or by a

13 political subdivision, except as provided in this 15 Sec. 47. Section 99F.11, Code Supplement 2003, is 16 amended to read as follows: 99F.11 WAGERING TAX - RATE - ALLOCATIONS. 18 1. A tax is imposed on the adjusted gross receipts 19 received annually each fiscal year from gambling games 20 authorized under this chapter at the rate of five 21 percent on the first one million dollars of adjusted gross receipts, and at the rate of ten percent on the 23 next two million dollars of adjusted gross receipts. 24 and at the rate of twenty percent 2. The tax rate imposed each fiscal year on any 26 amount of adjusted gross receipts over three million 27 dollars. However, beginning January 1, 1997, the rate on any amount of adjusted gross receipts over three 29 million dollars from gambling games at racetrack 30 enclosures is twenty two percent and shall increase by 31 two percent each succeeding calendar year until the 32 rate is thirty six percent. shall be as follows: a. If the licensee is an excursion gambling boat 34 or a racetrack enclosure conducting gambling games. 35 twenty-two percent. b. Notwithstanding paragraph "a", if the licensee 37 is an excursion gambling boat that is licensed to operate a moored barge and another licensee of an excursion gambling boat in the same county is not 40 licensed to operate a moored barge, twenty-six 41 percent. 3. The taxes imposed by this section shall be paid 43 by the licensee to the treasurer of state within ten days after the close of the day when the wagers were made and shall be distributed as follows: 1. a. If the gambling excursion originated at a dock located in a city, one-half of one percent of the

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Another one-half of one percent of the adjusted gross receipts shall be remitted to the treasurer of the county in which the dock is located and shall be deposited in the general fund of the county.

2- b. If the gambling excursion originated at a dock located in a part of the county outside a city, one-half of one percent of the adjusted gross receipts shall be remitted to the treasurer of the county in which the dock is located and shall be deposited in

the general fund of the county. Another one-half of
 one percent of the adjusted gross receipts shall be

48 adjusted gross receipts shall be remitted to the

treasurer of the city in which the dock is located and shall be deposited in the general fund of the city.

12 remitted to the treasurer of the Iowa city nearest to 13 where the dock is located and shall be deposited in 14 the general fund of the city. 3. c. Three tenths One-half of one percent of the 15 16 adjusted gross receipts shall be deposited in the gambling treatment fund specified in section 99C.39, 17 18 subsection 1, paragraph "a" created in section 19 <u>135.150</u>. 20 d. One-half of one percent of the adjusted gross receipts shall be deposited in the community endowment 21 fund created in section 15E.311. 22 4. \underline{e} . The remaining amount of the adjusted gross 23 24 receipts tax shall be credited to the general fund of 25 the state. Sec. 48. Section 99F.12, Code 2003, is amended to 26 27 read as follows: 99F.12 LICENSEES - RECORDS - REPORTS -28 29 SUPERVISION. 1. A licensee shall keep its books and records so 31 as to clearly show all of the following: 1. a. The total number of admissions to gambling 33 excursions conducted by the licensee on each day, including the number of admissions upon free passes or 34 complimentary tickets for each day of operation. 35 36 2. b. The amount received daily from admission 37 fees. 38 3. The total amount of money wagered during each 39 excursion day and the adjusted gross receipts for the 40 each day of operation. 2. The licensee shall furnish to the commission 42 reports and information as the commission may require with respect to its activities. The gross receipts and adjusted gross receipts from gambling shall be separately handled and accounted for from all other 46 moneys received from operation of an excursion gambling boat. The commission may designate a representative to board a licensed excursion gambling

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1 supervise the handling and accounting of all gross

49 boat, who shall have full access to all places within50 the enclosure of the boat, who shall directly

- 2 receipts and adjusted gross receipts from gambling,
- and who shall supervise and check the admissions. The
- compensation of a representative shall be fixed by the
- 5 commission but shall be paid by the licensee.
- 6 3. The books and records kept by a licensee as
- 7 provided by this section are public records and the
- 8 examination, publication, and dissemination of the
- 9 books and records are governed by the provisions of
- 10 shows and records are governed by the provisions of
- 10 chapter 22.

Sec. 49. Section 99F.17, subsections 5 and 6, Code 12 2003, are amended to read as follows: 13 5. The manufacturer or distributor of gambling 14 games or implements of gambling shall provide the commission with a copy of the invoice written notice 16 showing the items shipped to the licensee and a copy 17 of the bill of lading. 6. Subsection 2 does not apply in the following 18 19 cases, if approved by the commission: a. Gambling games or implements of gambling previously installed on an excursion gambling boat in 21 a gambling location licensed in another jurisdiction. b. Gambling games or implements of gambling 24 previously installed on an excursion gambling boat in a gambling location licensed in this state. Sec. 50. Section 99G.39, subsection 1, paragraph 27 a, Code Supplement 2003, is amended to read as 28 follows: a. An amount equal to three tenths one-half of one percent of the gross lottery revenue for the year shall be deposited in a the gambling treatment fund in 32 the office of the treasurer of state created in 33 section 135.150. Sec. 51. NEW SECTION. 135.150 GAMBLING TREATMENT 34 35 FUND. 36 1. A gambling treatment fund is created in the 37 state treasury under the control of the department. The fund consists of all moneys appropriated to the 39 fund. However, if moneys appropriated to the fund in 40 a fiscal year exceed six million dollars, the amount 41 exceeding six million dollars shall be transferred to 42 the general fund of the state. Moneys in the fund are 43 appropriated to the department for the purposes described in this section. 2. Moneys appropriated to the department under 46 this section shall be for the purpose of operating a

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affected by problem gambling, rehabilitation and
residential treatment programs, information and
referral services, crisis call access, education and
preventive services, and financial management and
credit counseling services.
3. Notwithstanding section 12C.7, subsection 2,
interest or earnings on moneys deposited in the
gambling treatment fund shall be credited to the

gambling treatment fund. Notwithstanding section

gambling treatment program and shall be used for funding of administrative costs and to provide programs which may include, but are not limited to, outpatient and follow-up treatment for persons

- 10 8.33, moneys credited to the gambling treatment fund
- 11 shall not revert to the fund from which appropriated
- 12 at the close of a fiscal year.
- 13 4. The department shall report semiannually to the
- 14 legislative government oversight committees regarding
- 15 the operation of the gambling treatment fund and
- 16 program. The report shall include, but is not limited
- 17 to, information on revenues and expenses related to
- 18 the fund for the previous period, fund balances for
- 19 the period, and moneys expended and grants awarded for
- 20 operation of the gambling treatment program.
- 21 Sec. 52. Section 421.17, Code Supplement 2003, is
- 22 amended by adding the following new subsection:
- 23 NEW SUBSECTION. 28. To administer the community
- 24 endowment fund created in section 15E.311.
- 25 Sec. 53. NEW SECTION. 725.19 GAMBLING BY MINORS.
- ${\bf 26} \quad {\bf 1.} \ \, {\bf Any \, person \, under \, the \, age \, of \, twenty-one \, years}$
- 27 shall not make or attempt to make a gambling wager,
- 28 except as permitted under chapter 99B. A person who
- 29 violates this subsection commits a scheduled violation
- 30 under section 805.8C, subsection 4.
- 31 2. A person who knowingly permits a person under
- 32 the age of twenty-one years to make or attempt to make
- 33 a gambling wager, except as permitted under chapter
- 34 99B, is guilty of a simple misdemeanor.
- 35 Sec. 54. Section 805.8C, Code 2003, is amended by
- 36 adding the following new subsection:
- 37 NEW SUBSECTION. 4. GAMBLING VIOLATIONS. For
- 38 violations of legal age for gambling wagering under
- 39 section 99D.11, subsection 7, section 99F.9,
- 40 subsection 5, and section 725.19, subsection 1, the
- 41 scheduled fine is five hundred dollars. Failure to
- 42 pay the fine by a person under the age of eighteen
- 43 shall not result in the person being detained in a
- 44 secure facility.
- 45 Sec. 55. Sections 99D.14A and 99F.10A, Code 2003,
- 46 are repealed.
- 47 Sec. 56. SOCIOECONOMIC STUDY OF GAMBLING.
- 48 1. The legislative council shall commission a
- 49 study by an independent entity to study the
- 50 socioeconomic impact of gambling on Iowans. The

- 1 legislative council is authorized to expend up to one
- 2 hundred thousand dollars to complete the study. The
- 3 legislative council shall make the report available by
- 4 July 1, 2005.
- 5 2. The study shall be an empirical study and
- 6 include, but not be limited to, the following matters:
- 7 a. The economic impact of gambling on communities
- 8 and other businesses.

- 9 b. The impact of gambling, if any, on family
- 10 finances and family relations in general.
 - c. Demographic information on gamblers.
- d. An assessment of the impact, if any, of
- 13 pathological or problem gambling on individuals,
- 14 families, social institutions, criminal activity, and
- 15 the economy.
- 16 e. Other relevant issues to fully examine the
- 17 socioeconomic impact of gambling.
- 18 Sec. 57. TRANSITION PROVISIONS EXCURSION
- 19 GAMBLING BOAT CRUISING. A licensee authorized to
- 20 conduct gambling games on an excursion gambling boat
- 21 pursuant to chapter 99F as of January 1, 2004, shall,
- 22 no later than June 1, 2004, notify the racing and
- 23 gaming commission in writing if the licensee intends
- 24 to operate a moored barge, an excursion boat that will
- 25 cruise, or an excursion boat that will not cruise.26 The racing and gaming commission shall make the
- 27 election of each licensee under this section public by
- 28 June 7, 2004. A licensee who initially elects to
- 29 operate a moored barge or an excursion boat that will
- 30 not cruise may, no later than June 30, 2004, change
- 31 its election and elect to operate an excursion boat
- 32 that will cruise.
- 33 Sec. 58. EFFECTIVE DATE RETROACTIVE
- 34 APPLICABILITY.
- 35 1. The section of this Act amending section 99D.6
- 36 takes effect April 1, 2004. If this Act is enacted
- 37 after April 1, 2004, the section of this Act amending
- 38 section 99D.6, being deemed of immediate importance,
- 39 takes effect upon enactment and is retroactively
- 40 applicable to April 1, 2004, and is applicable on and
- 41 after that date.
- 42 2. The section of this Act amending section
- 43 99D.25, subsection 5, takes effect April 1, 2004. If
- 44 this Act is enacted after April 1, 2004, the section
- 45 of this Act amending section 99D.25, subsection 5,
- 46 being deemed of immediate importance, takes effect
- 47 upon enactment and is retroactively applicable to
- 48 April 1, 2004, and is applicable on and after that
- 49 date.
- 50 2A. The section of this Act enacting section

- 1 99F.4C, being deemed of immediate importance, takes
- 2 effect upon enactment.
- 3 3. The section of this Act amending section 99F.5,
- 4 subsection 1, being deemed of immediate importance,
- 5 takes effect upon enactment.
- 6 4. The section of this Act amending section 99F.7,
- 7 subsection 10, paragraph "e", being deemed of

- 8 immediate importance, takes effect upon enactment and
- 9 is retroactively applicable to referendums held on or
- 10 after January 1, 2002.
- 11 5. The section of this Act requiring a
- 12 socioeconomic study of gambling, being deemed of
- 13 immediate importance, takes effect upon enactment.
- 4 6. The section of this Act establishing transition
- 15 provisions concerning excursion gambling boat
- 16 cruising, being deemed of immediate importance, takes
- 17 effect upon enactment."
- 18 2. Title page, by striking lines 1 through 9 and
- 19 inserting the following: "An Act relating to
- 20 gambling, concerning the operation, licensure,
- 21 regulation, fee assessment, and taxation of racetracks
- 22 and excursion gambling boats, imposing a moratorium
- 23 for issuance of licenses for gambling games and pari-
- 24 mutual wagering, including pari-mutuel wagering, horse
- 25 purses and gambling games at racetracks and on
- 26 gambling boats, racing and gaming commission
- 27 membership and employees, gambling treatment fund and
- 28 community endowment fund appropriations, gambling by
- 29 minors and others, and providing penalties and
- 30 including effective and retroactive applicability date
- 31 provisions."

D. Olson of Boone offered the amendment $\underline{H-8132}$, to amendment $\underline{H-8072}$, as follows:

H-8132

- 1 Amend the amendment, H-8072, to House File 2302 as
- 2 follows:
- 3 1. Page 1, by inserting after line 3 the
- 4 following:
- 5 "Section 1. Section 8.57, subsection 5, paragraph
- 6 e, Code Supplement 2003, is amended by adding the
- 7 following new unnumbered paragraph:
- 8 NEW UNNUMBERED PARAGRAPH. If the total amount of
- 9 moneys directed to be deposited in the general fund of
- 10 the state under sections 99D.17 and 99F.11 in a fiscal
- 11 year is more than the total amount of moneys estimated
- 12 to be deposited under those sections for that fiscal
- 13 year by the revenue estimating conference as of the
- 14 last meeting of the conference prior to that fiscal
- 15 year, the first two million dollars of the difference
- 16 shall be credited to the Iowa empowerment fund created
- 17 in section 28.9 and used for grants to child care
- 18 centers licensed under chapter 237A.
- 9 2. Page 23, line 27, by inserting after the words
- 20 "treatment fund" the following: ", Iowa empowerment
- 21 fund,".
- 22 3. By renumbering as necessary.

Carroll of Poweshiek rose on a point of order that amendment $\underline{\text{H-8132}}$ was not germane, to amendment $\underline{\text{H-8072}}$.

The Speaker ruled the point well taken and amendment $\underline{\text{H-8132}}$ not germane.

Raecker of Polk offered the following amendment $\underline{H-8112}$, to amendment $\underline{H-8072}$, filed by him and moved its adoption:

H-8112

Amend the amendment, <u>H-8072</u>, to <u>House File 2302</u> as "1. Page 1, line 4, by striking the word "COMMUNITY" and inserting the following: "COUNTY". 4 2. Page 1, by inserting after line 5 the following: 6 7 "1. The purpose of this section is to enhance the quality of life for citizens of Iowa by providing moneys to new or existing citizen groups of this state 10 organized to establish county affiliate funds or community foundations that will address countywide 12 needs." 13 3. Page 1, line 6, by striking the words and 14 figure "1. A community" and inserting the following: 15 "2. A county". 16 4. Page 1, line 11, by striking the figure "2." 17 and inserting the following: "3. a." 5. Page 1, lines 19 and 20, by striking the words 18 19 "community foundation" and inserting the following: 20 "county recipient". 6. Page 1, line 21, by striking the words 21 "community foundation" and inserting the following: 23 "county recipient". 7. Page 1, line 23, by striking the word 24 25 "recipients" and inserting the following: "charitable 26 organizations for educational, civic, public, 27 charitable, patriotic, or religious uses, as defined 28 in section 99B.7, subsection 3, paragraph "b",". 29 8. Page 1, lines 24 and 25, by striking the words 30 "as an endowment for that foundation" and inserting 31 the following: "in establishing a permanent endowment 32 fund for the benefit of charitable organizations for 33 educational, civic, public, charitable, patriotic, or 34 religious uses, as defined in section 99B.7, 35 subsection 3, paragraph "b"."

36 9. Page 1, line 25, by inserting before the words

37 "If a county" the following: "b."

39 "community foundation" and inserting the following: 40 "county recipient". 11. Page 1, line 28, by striking the words 41 "community foundation" and inserting the following: "county recipient". 43 12. Page 1, line 28, by inserting after the word "established." the following: 45 46 "c." 13. Page 1, line 30, by striking the words 47 "community foundation" and inserting the following: 48 "county recipient". 14. Page 1, line 31, by inserting after the word Page 2 "foundation" the following: "or community affiliate organization". 15. Page 1, lines 32 and 33, by striking the words and figure "designated by the board, as defined in section 15E.303," and inserting the following: 6 "selected, in accordance with the procedures described in section 15E.304,". 16. Page 1, line 34, by inserting after the word "county." the following: "To be selected as an 10 eligible county recipient, a community affiliate organization shall establish a county affiliate fund 12 to receive moneys as provided by this section." 17. Page 1, line 35, by striking the figure "3." 13 14 and inserting the following: "4." 18. Page 1, line 37, by striking the word 15 "community" and inserting the following: "county". 17 19. Page 1, line 38, by striking the word "community" and inserting the following: "county". 18 20. Page 1, line 39, by striking the word "community" and inserting the following: "county". 21 21. Page 19, line 21, by striking the word "community" and inserting the following: "county". 22. Page 21, line 23, by striking the word "community" and inserting the following: "county".

10. Page 1, line 26, by striking the words

Amendment H-8112 was adopted.

23. Page 23, line 28, by striking the word "community" and inserting the following: "county"".

Osterhaus of Jackson offered the following amendment $\underline{H-8133}$, to amendment $\underline{H-8072}$, filed by him and moved its adoption:

H-8133

1 Amend the amendment, <u>H-8072</u>, to <u>House File 2302</u> as

```
2
    follows:
     1. Page 16, by inserting after line 4, the
4
    following:
               . Section 99F.7, subsection 6, Code 2003,
     "Sec.
    is amended to read as follows:
    6. It is the intent of the general assembly that
7
    employees be paid at least twenty-five percent above
    the federal minimum wage level. Each licensee shall
   submit a yearly report to the commission listing the
    position and compensation of each officer, employee,
    or contractor of the licensee earning thirty thousand
12
13 dollars or more for that year and listing, by salary
14 and position but not by name, those employees earning
15 less than thirty thousand dollars.'
    2. By renumbering as necessary.
```

A non-record roll call was requested.

Rule 75 was invoked.

The ayes were 45, nays 51.

Amendment H-8133 lost.

Carroll of Poweshiek offered the following amendment $\underline{H-8124}$, to amendment $\underline{H-8072}$, filed by Boddicker of Cedar whom moved its adoption:

H-8124

```
Amend the amendment, <u>H-8072</u>, to <u>House File 2302</u> as follows:

1. Page 1, by striking lines 4 through 40.

2. Page 19, by striking lines 20 through 22.

3. Page 19, line 23, by striking the letter "e.", and inserting the following: "d."

4. Page 21, by striking lines 21 through 24.

5. Page 23, lines 27 and 28, by striking the words "and community endowment fund".

6. By renumbering as necessary.
```

Amendment H-8124 lost.

Greiner of Washington asked and received unanimous consent that amendment $\underline{H-8113}$ to amendment $\underline{H-8072}$ be deferred.

Roberts of Carroll offered the following amendment $\underline{H-8121}$, to amendment H-8072, filed by him and moved its adoption:

H-8121

```
Amend the amendment, H-8072, to House File 2302 as
    1. Page 2, line 12, by striking the words and
    figures "subsections 1, 2, 3, and", and inserting the
    following: "subsection".
    2. Page 2, line 13, by striking the word "are",
    and inserting the following: "is".
    3. By striking page 2, line 14 through page 3,
8
9 line 6, and inserting the following:
10 "4. Commission members are each entitled to
11 receive an annual salary of six thousand dollars.
12 Members shall also be reimbursed for actual expenses
13 incurred in the performance of their duties to a
14 maximum of thirty thousand dollars per year for the
15 commission. Each member shall post a bond in the
16 amount of ten thousand dollars, with sureties to be
17 approved by the governor, to guarantee the proper
18 handling and accounting of moneys and other properties
19 required in the administration of this chapter. The
20 premiums on the bonds shall be paid as other expenses
21 of the commission be covered by the blanket surety
22 bond of the state purchased pursuant to section
23 <u>8A.321</u>, subsection 12.'
    4. Page 3, line 12, by striking the word
25 "voting".
26 5. Page 23, line 27, by striking the words
27 "membership and".
```

Amendment H-8121 was adopted.

Wise of Lee asked and received unanimous consent that amendment $\underline{H-8115}$ to amendment $\underline{H-8072}$ be deferred.

Struyk of Pottawattamie asked and received unanimous consent that amendment $\underline{H-8138}$ to amendment $\underline{H-8072}$ be deferred.

Gipp of Winneshiek asked and received unanimous consent that <u>House File 2302</u> be deferred and that the bill retain its place on the special order calendar.

On motion by Gipp of Winneshiek, the House was recessed at 12:02 p.m., until 12:45 p.m.

AFTERNOON SESSION

The House reconvened at 12:58 p.m., Speaker Rants in the chair.

INTRODUCTION OF BILLS

<u>House File 2378</u>, by committee on human resources, a bill for an act relating to the disposition of medical assistance special needs trusts, including the payment rate for nursing facility levels of care.

Read first time and placed on the calendar.

<u>House File 2379</u>, by committee on commerce, regulation and labor, a bill for an act relating to the characterization of personal injuries for purposes of workers' compensation liability.

Read first time and placed on the calendar.

<u>House File 2380</u>, by committee on commerce, regulation and labor, a bill for an act modifying the rate of interest payable on weekly workers' compensation benefits.

Read first time and placed on the calendar.

<u>House File 2381</u>, by committee on local government, a bill for an act changing the budget certification deadline for county hospital budgets.

Read first time and placed on the calendar.

House File 2382, by committee on economic growth, a bill for an act providing income tax credits for equity investments in businesses that are primarily engaged in the business of the production of value-added agricultural products and including a retroactive applicability date provision.

Read first time and referred to committee on ways and means.

House File 2383, by committee on economic growth, a bill for an act relating to rural improvement zones.

Read first time and placed on the calendar.

<u>House File 2384</u>, by Huser and Heaton, a bill for an act relating to billings for services provided to persons with mental illness, mental retardation, or a developmental disability involving counties and providing an effective date.

Read first time and referred to committee on human resources.

<u>House File 2385</u>, by Whitaker, a bill for an act providing for the issuance of an additional tag to be used with a deer hunting license when a deer taken is unusable.

Read first time and referred to committee on natural resources.

<u>House File 2386</u>, by Hutter, a bill for an act prohibiting persons convicted of dependent adult abuse of an elderly person or a person with a disability from inheriting from the dependent adult.

Read first time and referred to committee on judiciary.

House File 2387, by Huser, a bill for an act relating to the reduction in the assessed values of homesteads of persons sixty-five years of age or older below a specified income level, providing a penalty, and including applicability date provisions.

Read first time and referred to committee on ways and means.

<u>House File 2388</u>, by Hutter, a bill for an act expanding the circumstances by which the juvenile court may modify, vacate and substitute, or terminate a child in need of assistance dispositional order.

Read first time and referred to committee on judiciary.

House File 2389, by Baudler, a bill for an act establishing fees for the regulation of farm deer, and providing an effective date.

Read first time and referred to committee on ways and means.

SPECIAL PRESENTATION

Boddicker of Cedar introduced to the House, the Tipton High School Wrestling team with State Tournament Qualifiers, including;

Coach Shann Kreman, Kyle Aliason, Ryan Borman, Drew and Craig Kreman and his son Mike Boddicker.

The House rose and expressed its welcome.

QUORUM CALL

A non-record roll call was requested to determine that a quorum was present. The vote revealed ninety-five members present, five absent.

The House resumed consideration of House File 2302, a bill for an act relating to gambling, concerning the operation, licensure, regulation, fee assessment, and taxation of racetracks and excursion gambling boats, including pari-mutuel wagering, horse purses and gambling games at racetracks and on gambling boats, racing and gaming commission membership and employees, gambling treatment fund and community endowment fund appropriations, gambling by minors and others, and providing penalties and including effective and retroactive applicability date provisions, previously deferred.

Gipp of Winneshiek offered the following amendment $\underline{H-8147}$, to amendment $\underline{H-8072}$, filed by him from the floor and moved its adoption:

H-8147

- 1 Amend the amendment, <u>H-8072</u>, to <u>House File 2302</u> as
- follows:
- 3 1. Page 6, lines 1 and 2, by striking the words
- 4 "on the licensed premises" and inserting the
- 5 following: "in the wagering area.
- 6 (3) A licensee shall ensure that a person may
- 7 voluntarily bar the person's access to receive cash or
- 8 credit from a financial institution, vendor, or other
- 9 person through an electronic or mechanical device
- 10 including but not limited to a satellite terminal as
- 11 defined in section 527.2, that is located on the
- 12 licensed premises".
- 13 2. Page 6, by striking line 23 and inserting the
- 14 following: "racetrack that has not been issued a
- 15 table games license under chapter 99F or no more than
- 16 three special agents for each racetrack that has been
- 17 issued a table games license under chapter 99F, plus
- 18 any direct and indirect support costs".
- 19 3. Page 10, line 24, by inserting after the word

20 "chance" the following: ", unless otherwise 21 authorized by this chapter"." 4. Page 12, by striking line 30 and inserting the 22 23 following: "is amended by striking the subsection and 24 inserting in lieu thereof the following: 8. The commission shall, upon application of a 26 licensee of a pari-mutuel dog or horse racetrack 27 licensed to conduct gambling games at a pari-mutuel 28 racetrack enclosure, issue a license to the licensee 29 to conduct table games of chance, including video 30 machines that simulate table games of chance, at the 31 pari-mutuel racetrack enclosure subject to the 32 requirements of this subsection. The application 33 shall identify the number of table games to be 34 installed by the licensee. However, a table games 35 license shall only be issued to a licensee required to 36 pay a table games license fee of three million dollars 37 under this subsection if the licensee, and all other 38 licensees of an excursion gambling boat in that 39 county, file an agreement with the commission 40 authorizing the granting of a table games license 41 under this subsection and permitting all licensees of 42 an excursion gambling boat to operate a barge as of a

- Page 2
- subsection for each of the five years following the

43 specific date. The licensee shall be granted a table 44 games license by the commission without conducting a separate referendum authorizing table games upon

47 commission which table games license fee may be offset 48 by the licensee against taxes imposed on the licensee 49 by section 99F.11, to the extent of twenty percent of 50 the table taxes license fee paid pursuant to this

46 payment of the applicable license fee to the

- year in which the table games license fee was paid. A
- licensee shall not be required to pay a fee to renew a
- table games license issued pursuant to this
- 5 subsection.
- For purposes of this subsection, the applicable 6
- license fee for a licensee shall be three million
- R dollars if the adjusted gross receipts from gambling
- games for the licensee in the previous fiscal year was
- 10 less than one hundred million dollars, and shall be
- 11 ten million dollars if the adjusted gross receipts
- 12 from gambling games for the licensee in the previous
- 13 fiscal year was one hundred million dollars or more."
- 5. Page 12, line 40, by inserting after the word
- "chapter." the following: "However, this moratorium
- 16 shall not apply to the granting of a table games
- 17 license as provided by this chapter."
- 6. Page 12, line 47, by inserting after the word

- 19 "number" the following: "of gambling games from the
- 20 number specified in the application for a table games
- 21 license or the number".
- 22 7. Page 15, line 26, by inserting after the
- 23 figure "1A." the following: "a."
- 8. Page 15, line 32, by inserting after the word
- 25 "cruise" the following: "subject to the requirements
- 26 of this subsection".
- 9. Page 15, line 45, by inserting after the word
- 28 "licensee." the following:
- 29 "b. However, an applicant or licensee of an
- 30 excursion gambling boat that is located in the same
- 31 county as a racetrack enclosure conducting gambling
- 32 games shall not be allowed to operate a moored barge
- 33 unless either of the following applies:
- 34 (1) If the licensee is located in the same county
- 35 as a racetrack enclosure conducting gambling games
- 36 that had less than one hundred million dollars in
- 37 adjusted gross receipts from gambling games for the
- 38 fiscal year beginning July 1, 2003, the licensee of an
- 39 excursion gambling boat is authorized to operate a
- 40 moored barge if the licensee, the licensee of the
- 41 racetrack enclosure, and all other licensees of an
- 42 excursion gambling boat in that county file an
- 43 agreement with the commission agreeing to the granting
- 44 of a table games license under this chapter and
- 45 permitting all licensees of an excursion gambling boat
- 46 in the county to operate a barge as of a specific
- 47 date.
- 48 (2) If the licensee is located in the same county
- 49 as a racetrack enclosure conducting gambling games
- 50 that had one hundred million dollars or more in

- 1 adjusted gross receipts from gambling games for the
- 2 fiscal year beginning July 1, 2003, the licensee of an
- 3 <u>excursion gambling boat is authorized to operate a</u>
- 4 moored barge the earlier of January 1, 2010, or the
 5 date all licensees in the county file an agreement
- 6 with the commission agreeing to the licensee of an
- 7 excursion gambling boat to operate a moored barge."
- 8 10. Page 16, line 15, by striking the words
- 9 "licensed premises" and inserting the following:
- 10 "gaming floor.
- 11 c. A licensee shall ensure that a person may
- 12 voluntarily bar the person's access to receive cash or
- 13 credit from a financial institution, vendor, or other
- 14 person through an electronic or mechanical device
- 15 including but not limited to a satellite terminal as
- 16 defined in section 527.2 that is located on the
- 17 licensed premises".

11. Page 18, by striking lines 17 through 41 and 19 inserting the following: "99F.11 WAGERING TAX - RATE - ALLOCATIONS. 20 1. A tax is imposed on the adjusted gross receipts received annually each fiscal year from gambling games 23 authorized under this chapter at the rate of five 24 percent on the first one million dollars of adjusted 25 gross receipts, and at the rate of ten percent on the 26 next two million dollars of adjusted gross receipts. and at the rate of twenty percent 2. The tax rate imposed each fiscal year on any 28 29 amount of adjusted gross receipts over three million 30 dollars. However, beginning January 1, 1997, the rate 31 on any amount of adjusted gross receipts over three 32 million dollars from gambling games at racetrack 33 enclosures is twenty two percent and shall increase by 34 two percent each succeeding calendar year until the 35 rate is thirty six percent. shall be as follows: a. If the licensee is an excursion gambling boat, 37 twenty-two percent. b. If the licensee is a racetrack enclosure 39 conducting gambling games and another licensee of an 40 excursion gambling boat is located in the same county, 41 then the following rate, as applicable: 42 (1) If the licensee of the racetrack enclosure has 43 not been issued a table games license during the fiscal year or if the adjusted gross receipts from 45 gambling games of the licensee in the prior fiscal 46 year were less than one hundred million dollars, 47 twenty-two percent. 48 (2) If the licensee of the racetrack enclosure has been issued a table games license during the fiscal year and the adjusted gross receipts from gambling

Page 4

1 games of the licensee in the prior fiscal year were one hundred million dollars or more, twenty-four 3 percent. c. If the licensee is a racetrack enclosure 4 conducting gambling games and no licensee of an 6 excursion gambling boat is located in the same county, twenty-four percent." 8 12. Page 22, line 25, by inserting after the words "will not cruise." the following: "However, a 10 licensee that is located in the same county as a 11 licensee of a racetrack enclosure that conducts 12 gambling games shall not be allowed to operate a moored barge unless the licensee complies with the 14 following requirements. If the licensee is located in 15 the same county as a racetrack enclosure conducting gambling games that had less than one hundred million

- 17 dollars in adjusted gross receipts from gambling games
- 18 for the fiscal year beginning July 1, 2003, the
- 19 licensee of an excursion gambling boat is authorized
- 20 to operate a moored barge if the licensee, the
- 21 licensee of the racetrack enclosure, and all other
- 22 licensees of an excursion gambling boat in that county
- 23 file an agreement with the commission agreeing to the
- 24 granting of a table games license under chapter 99F
- 25 and permitting all licensees of an excursion gambling
- 26 boat to operate a barge as of a specific date. If the
 27 licensee is located in the same county as a racetrack
- 28 enclosure conducting gambling games that had one
- 29 hundred million dollars or more in adjusted gross
- 30 receipts from gambling games for the fiscal year
- 31 beginning July 1, 2003, the licensee of an excursion
- 32 gambling boat is authorized to operate a moored barge
- 33 if all licensees in the county file an agreement with
- 34 the commission agreeing to the licensee of the
- 35 excursion gambling boat to operate a moored barge."
- 36 13. Page 22, by inserting after line 32 the
- 37 following:
- 38 "Sec.____. 2002-2004 RACETRACK ENCLOSURES -
- 39 GAMBLING GAMES TAX.
- 1. Notwithstanding any provision of section 99F.11
- 41 to the contrary, a racetrack enclosure conducting
- 42 gambling games shall pay a tax on the adjusted gross
- 43 receipts over three million dollars received for the
- 44 fiscal year beginning July 1, 2002, and ending June
- 45 30, 2003, and for the fiscal year beginning July 1,
- 46 2003, and ending June 30, 2004, from gambling games
- 47 authorized under chapter 99F at the following tax rate
- 48 for each fiscal year:
- 49 a. If the licensee of the racetrack enclosure
- 50 conducting gambling games received adjusted gross

Page 5

- 1 receipts from gambling games in the fiscal year
- 2 beginning July 1, 2002, of less than one hundred
- 3 million dollars, twenty-two percent.
- 4 b. If the licensee of the racetrack enclosure
- 5 conducting gambling games received adjusted gross
- 6 receipts from gambling games in the fiscal year
- 7 beginning July 1, 2002, of one hundred million dollars
- 8 or more, twenty-four percent.
- 2. Taxes imposed by this section shall be
- 10 distributed as provided in section 99F.11."
- 11 14. Page 23, by inserting after line 17 the
- 12 following:
- 13 "____. The section of this Act establishing a 2002-
- 14 2004 racetrack enclosure gambling games tax, being
- 15 deemed of immediate importance, takes effect upon

- 16 enactment and is retroactively applicable to July 1,
- 17 2002, and is applicable on and after that date."
- 18 15. By renumbering as necessary.

The House stood at ease at 1:24 p.m., until the fall of the gavel. (Amendment <u>H-8147</u> to amendment <u>H-8027</u>, pending)

The House resumed session at 2:25 p.m., Speaker Rants in the chair.

QUORUM CALL

A non-record roll call was requested to determine that a quorum was present. The vote revealed eighty members present, twenty absent.

The House resumed consideration of <u>House File 2302</u> and amendment <u>H-8147</u> to amendment <u>H-8027</u>, previously deferred.

Klemme of Plymouth in the chair at 3:13 p.m.

Speaker Rants in the chair at 3:23 p.m.

Raecker of Polk moved the adoption of amendment $\underline{H-8147}$ to amendment $\underline{H-8072}$.

Roll call was requested by Murphy of Dubuque and Mascher of Johnson.

On the question "Shall amendment $\underline{H-8147}$ to amendment $\underline{H-8072}$ be adopted?" ($\underline{H.F.~2302}$)

The ayes were, 78:

Baudler Alons Bell **Berry** Boddicker Bukta Boal **Boggess** Carroll Chambers Cohoon Connors De Boef Dennis Drake Dix Eichhorn Elgin Foege Ford Gaskill Freeman Frevert Gipp Greiner Hahn Granzow Hanson Heaton Hoffman Horbach Hunter Huseman Huser Hutter Jacobs Jacoby **Jenkins** Jochum Jones Klemme Kramer Kurtenbach Lalk

Lukan	Lykam	Maddox	Manternach
McCarthy	Mertz	Miller	Murphy
Oldson	Olson, S.	Osterhaus	Petersen
Quirk	Raecker	Rasmussen	Rayhons
Sands	Schickel	Shomshor	Shoultz
Stevens	Struyk	Taylor, T.	Thomas
Tjepkes	Tymeson	Upmeyer	Van Fossen, J.K.
Van Fossen, J.R.	Watts	Wilderdyke	Winckler
Wise	Mr. Speaker	·	
	Rants		

The nays were, 21:

Dandekar	Davitt	Dolecheck	Fallon
Greimann	Heddens	Hogg	Kuhn
Lensing	Mascher	Olson, D.	Paulsen
Reasoner	Roberts	Smith	Swaim
Taylor, D.	Van Engelenhoven	Wendt	Whitaker
Whitead	S		

Absent or not voting, 1:

Arnold

Amendment $\underline{H-8147}$ was adopted, placing out of order the following amendments:

Amendment <u>H-8135</u> to amendment <u>H-8072</u>, page 1, lines 4 through 50, page 2 line 1, filed by Jochum of Dubuque and Huser of Polk on February 24, 2004.

Amendment <u>H-8137</u> to amendment <u>H-8072</u> filed by Jochum of Dubuque and Huser of Polk on February 24, 2004.

Amendment <u>H-8138</u> to amendment <u>H-8072</u>, previously deferred, filed by Struyk of Pottawattamie et al., on February 24, 2004.

Amendment <u>H-8145</u> to amendment <u>H-8072</u>, lines 5 and 6, filed by Carroll of Poweshiek on February 24, 2004.

Sands of Louisa asked and received unanimous consent that amendment $\underline{H-8120}$ to amendment $\underline{H-8072}$, be deferred.

Klemme of Plymouth in the chair at 3:35 p.m.

Roberts of Carroll offered the following amendment $\underline{H-8122}$, to amendment $\underline{H-8072}$, filed by him and moved its adoption:

H-8122

- 1 Amend the amendment, <u>H-8072</u>, to <u>House File 2302</u> as
- 2 follows:

```
1. Page 6, by inserting after line 2 the
     "Sec.__
               Section 99D.9, Code 2003, is amended by
5
    adding the following new subsection:
6
     NEW SUBSECTION. 8. The commission shall require
8 that a licensee utilize Iowa resources, goods, and
   services in the operation of a racetrack enclosure.
10 The commission shall develop standards to assure that
11 a substantial amount of all resources and goods used
12 in the operation of a racetrack enclosure emanate from
13 and are made in Iowa and that a substantial amount of
14 all services and entertainment are provided by
16 2. Page 16, by inserting after line 2 the
17 following:
              . Section 99F.7, subsection 4, Code 2003,
18
19 is amended to read as follows:
20 4. The commission shall require that an applicant
21 utilize Iowa resources, goods and services in the
22 operation of an excursion gambling boat. The
23 commission shall develop standards to assure that a
24 substantial amount of all resources and goods used in
25 the operation of an excursion gambling boat come
26 emanate from and are made in Iowa and that a
27 substantial amount of all services and entertainment
28 be are provided by Iowans."
29 3. By renumbering as necessary.
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Amendment H-8122 was adopted.

Shoultz of Black Hawk asked and received unanimous consent to withdraw amendment $\underline{\text{H-8134}}$, to amendment $\underline{\text{H-8072}}$, filed by him on February 24, 2004.

Jochum of Dubuque asked and received unanimous consent to withdraw amendment $\underline{H-8135}$, (page 2, lines 2 through 5 remaining) to amendment $\underline{H-8072}$, filed by her and Huser of Polk, on February 24, 2004.

SPECIAL PRESENTATION

Dolecheck of Ringgold introduced to the House, the Honorable Jim Meyer, former state representative from Sac County.

The House rose and expressed its welcome.

Mascher of Johnson offered amendment $\underline{H-8144}$, to amendment $\underline{H-8072}$, filed by her as follows:

H-8144

1 Amend the amendment, H-8072, to House File 2302 as 1. Page 6, line 17, by inserting before the words "A licensee" the following: "a." 2. Page 6, by inserting after line 27 the 5 6 following: "b. A licensee shall pay to the commission an 7 admission fee of fifty cents for each person entering the grounds or enclosure of the licensee. The 10 admission revenue received by the commission pursuant 11 to this paragraph is appropriated to the department of 12 education for the school technology fund created in 13 chapter 256G." 3. Page 12, line 24, by striking the words 15 "regulatory fee" and inserting the following: "fee 16 fees". 17 4. Page 12, line 28 by striking the words 18 "regulatory fee", and inserting the following: "fee 19 fees". 20 5. Page 16, line 44, by striking the words 21 "ADMISSION REGULATORY FEE" and inserting the 22 following: "ADMISSION AND REGULATORY FEE FEES". 6. Page 16, line 50, by inserting after the 23 24 figure "2." the following: "a." 7. Page 17, line 10, by striking the letter "b." 26 and inserting the following: "b." 8. Page 17, line 14, by striking the word "rate." 28 and inserting the following: "rate In addition to the 29 admission fee charged under subsection 3, an excursion gambling boat licensee shall pay to the commission an 31 admission fee of fifty cents for each person embarking 32 on an excursion gambling boat. The admission revenue 33 received by the commission pursuant to this paragraph 34 is appropriated to the department of education for the 35 school technology fund created in chapter 256G." 9. Page 21, by inserting after line 20 the 37 following: 38 "Sec. . NEW SECTION. 256G.1 SCHOOL TECHNOLOGY 39 FUND. 40 Moneys collected from admission fees by the racing 41 and gaming commission pursuant to sections 99D.14, 99F.4A, and 99F.10, and appropriated to the department 43 of education for the school technology fund in a 44 fiscal year, shall be allocated to school districts 45 and accredited nonpublic schools as follows: 1. To school districts in the proportion that the 47 basic enrollment of the school district bears to the

48 sum of the basic enrollments of all school districts

2. For purposes of this section, the basic

49 in the state.

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- 1 enrollment of a school district shall include the
- 2 basic enrollment of a participating accredited
- 3 nonpublic school that certifies its actual enrollment
- 4 to the department of education by October 1 and the
- 5 department of education shall promptly forward the
- 6 information to the department of management. An
- 7 accredited nonpublic school's enrollment count shall
- 8 include only students who are residents of Iowa. The
- 9 department of education shall notify the school
- 10 district of the maximum allocation to be made to a
- 11 participating accredited nonpublic school located in
- 12 the school district. The school technology made
- 13 available shall only be used for purchasing
- 14 nonsectarian, nonreligious technology.
- 15 3. The costs of providing technology to
- 16 participating accredited nonpublic schools as provided
- 17 in this section shall not be included in the
- 18 computation of district cost under chapter 257, but
- 19 shall be shown in the budget as an expense from
- 20 miscellaneous income. Technology expenditures made in
- 21 accordance with this section shall be kept on file in
- 22 the school district.
- 4. A school technology fund is created in the
- 24 state treasury under the control of the department of
- 25 management. The department of management shall
- 26 allocate moneys from the fund to school districts and
- 27 accredited nonpublic schools pursuant to the
- 28 requirements of this section."
- 29 10. Page 23, line 27, by inserting after the
- 30 words "treatment fund" the following: ", school
- 31 technology fund,".
- 32 11. By renumbering as necessary.

Carroll of Poweshiek rose on a point of order that amendment H-8144 was not germane, to amendment H-8072.

The Speaker ruled the point well taken and amendment $\underline{H-8144}$ to amendment $\underline{H-8072}$, not germane.

Drake of Pottawattamie asked and received unanimous consent to withdraw amendment $\underline{\text{H-8140}}$, to amendment $\underline{\text{H-8072}}$, filed by him on February 24, 2004.

Huser of Polk asked and received unanimous consent to withdraw amendment $\underline{\text{H-8126}}$, to amendment $\underline{\text{H-8072}}$, filed by Huser of Polk and Dix of Butler on February 24, 2004.

Petersen of Polk asked and received unanimous consent to withdraw amendment $\underline{H-8129}$, to amendment $\underline{H-8072}$, filed by Petersen et al., on February 24, 2004.

Huser of Polk offered the following amendment $\underline{H-8127}$, to amendment $\underline{H-8072}$, filed by Huser, et al., and moved its adoption:

H-8127

Amend the amendment, H-8072, to House File 2302 as 1. Page 14, line 26, by striking the figure "2021" and inserting the following: "2013". 2. Page 14, line 29, by striking the words "two hundred", and inserting the following: "one hundred ninety-five". 3. Page 14, line 31, by striking the words "two hundred", and inserting the following: "one hundred 10 ninety-five". 11 4. Page 14, line 31, by inserting after the word 12 "dollars." the following: "However, the agreement 13 shall provide that total annual purses shall be no 14 less than the total annual purses for horse racing for 15 calendar year 2003." 16 5. Page 14, line 44, by inserting after the 17 figure "2004" the following: ", and less ten million 18 dollars".

Speaker Rants in the chair at 4:13 p.m.

On motion by Huser of Polk, amendment $\underline{\text{H-8127}}$ to amendment $\underline{\text{H-8072}}$ lost.

Sands of Louisa offered the following amendment <u>H-8116</u>, to amendment <u>H-8072</u>, filed by him and moved its adoption:

H-8116

- 1 Amend the amendment, <u>H-8072</u>, to <u>House File 2302</u> as
- 2 follows:
- 3 1. Page 14, line 28, by striking the words
- 4 "within Polk county", and inserting the following: ".
- 5 <u>including any other qualified harness racing track</u>
- 6 facility as may be approved or as approved by the
- 7 commission, that is subject to the agreement,".

A non-record roll call was requested.

The ayes were 48, nays 49.

Amendment H-8116 lost.

Sands of Louisa offered the following amendment $\underline{H-8117}$, to amendment $\underline{H-8072}$, filed by Sands of Louisa and Carroll of Poweshiek and moved its adoption:

H-8117

- 1 Amend the amendment, <u>H-8072</u>, to <u>House File 2302</u> as
- 2 follows:
- 3 1. Page 14, line 31, by inserting after the word
- 4 "dollars." the following: "In addition, each
- 5 agreement concerning purses for horse racing covering
- 6 any time period within the time period beginning
- 7 January 1, 2006, and ending December 31, 2020, shall
- 8 provide that no less than twenty percent of total
- 9 <u>annual purses for horse racing shall be used to</u>
- 10 supplement purses for Iowa-foaled and registered
- 11 horses and that the total annual purses for each horse
- 12 breed that races shall be the greater of the total
- 13 annual purse for that breed for calendar year 2005 or
- 14 sixteen percent of the total annual purses for horse
- 15 racing."

Roberts of Carroll in the chair at 4:35 p.m.

Speaker Rants in the chair at 4:41 p.m.

Sands of Louisa moved the adoption of amendment $\underline{H-8117}$ to amendment $\underline{H-8072}$.

A non-record roll call was requested.

The ayes were 41, nays 52.

Amendment H-8117 lost.

Wise of Lee asked and received unanimous consent to withdraw amendment $\underline{\text{H-8114}}$, to amendment $\underline{\text{H-8072}}$, filed by him on February 24, 2004.

Carroll of Poweshiek asked and received unanimous consent to withdraw the remainder of amendment H-8145, to amendment

H-8072, filed by him on February 24, 2004.

Jochum of Dubuque offered amendment $\underline{H-8139}$, to amendment $\underline{H-8072}$, filed by her as follows:

H-8139

Amend the amendment, H-8072, to House File 2302 as 2 3 1. Page 21, line 3, by inserting after the word "services," the following: "information on the 5 availability of mental health coverage as provided by section 514C.21,". 6 2. Page 21, by inserting after line 24 the 8 following: NEW SECTION. 514C.21 MANDATED 10 COVERAGE FOR MENTAL HEALTH CONDITIONS. 11 1. For purposes of this section, unless the 12 context otherwise requires: a. "Mental health condition" means a condition or 14 disorder involving mental illness, gambling addiction, 15 or alcohol or substance abuse, including those that 16 fall under any of the diagnostic categories listed in 17 the mental disorders section of the international 18 classification of disease, as periodically revised. b. "Rates, terms, and conditions" means any 20 lifetime payment limits, deductibles, copayments, 21 coinsurance, and any other cost-sharing requirements, 22 out-of-pocket limits, visit limitations, and any other 23 financial component of benefits coverage that affects 24 the covered individual. 2. a. Notwithstanding section 514C.6, a policy or 25 26 contract providing for third-party payment or prepayment of health or medical expenses shall provide 28 coverage benefits for mental health conditions based 29 on rates, terms, and conditions which are no more 30 restrictive than the rates, terms, and conditions for 31 coverage benefits provided for other health or medical 32 conditions under the policy or contract. 33 Additionally, any rates, terms, and conditions 34 involving deductibles, copayments, coinsurance, and 35 any other cost-sharing requirements shall be 36 cumulative for coverage of both mental health conditions and other health or medical conditions 37 38 under the policy or contract. 39 b. Coverage required under this subsection shall 40 be as follows:

41 (1) For the treatment of mental illness, coverage 42 shall be for services provided by a licensed mental 43 health professional, or services provided in a

44 licensed hospital or health facility.

- (2) For the treatment of alcohol or substance
- 46 abuse, coverage shall be for services provided by a
- substance abuse counselor, as approved by the
- 48 department of human services, a licensed health
- 49 facility providing a program for the treatment of
- alcohol or substance abuse approved by the department

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- of human services, or a substance abuse treatment and
- rehabilitation facility, as licensed by the department
- of public health pursuant to chapter 125.
 - 3. This section applies to the following classes
- 5 of third-party payment provider contracts or policies
- 6 delivered, issued for delivery, continued, or renewed
- in this state on or after January 1, 2005:
- a. Individual or group accident and sickness 8
- insurance providing coverage on an expense-incurred 10 basis.
- b. An individual or group hospital or medical 11
- 12 service contract issued pursuant to chapter 509, 514,
- 13 or 514A.
- c. A plan established pursuant to chapter 509A for 14 public employees. 15
- d. An individual or group health maintenance 16
- 17 organization contract regulated under chapter 514B.
- e. An individual or group Medicare supplemental
- 19 policy, unless coverage pursuant to such policy is 20 preempted by federal law.
- f. Any other entity engaged in the business of
- 22 insurance, risk transfer, or risk retention, which is
- subject to the jurisdiction of the commissioner.
- 24 g. An organized delivery system licensed by the 25 director of public health.
- 4. The commissioner shall adopt rules to
- 27
- administer this section after consultation with the
- 28 mental health insurance advisory committee.
- a. The commissioner shall appoint members to a
- 30 mental health insurance advisory committee. Members
- 31 shall include all sectors of society impacted by
- 32 issues associated with coverage of mental health
- 33 treatment by third-party payors including, but not
- 34 limited to, representatives of the insurance industry,
- 35 small and large employers, employee representatives
- 36 including labor, individual consumers, health care
- providers, and other groups and individuals that may
- 38 be identified by the insurance division of the
- department of commerce. 39
- b. The committee shall meet upon the request of
- 41 the commissioner to review rules proposed under this
- 42 section by the commissioner, and to make suggestions
- 43 as appropriate."

44 3. By renumbering as necessary.

Carroll of Poweshiek rose on a point of order that amendment $\underline{\text{H-8139}}$ was not germane, to amendment $\underline{\text{H-8072}}$.

The Speaker ruled the point well taken and amendment $\underline{H-8139}$ not germane to amendment $\underline{H-8072}$.

Fallon of Polk asked and received unanimous consent to withdraw amendment $\underline{\text{H-8143}}$ to amendment $\underline{\text{H-8072}}$ filed by Fallon of Polk on February 24, 2004.

Greiner of Washington offered amendment <u>H-8113</u>, to amendment <u>H-8072</u>, previously deferred, filed by her as follows:

H-8113

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Amend the amendment, H-8072, to House File 2302 as
2
3
    1. Page 1, by inserting after line 40 the
    following:
     "Sec.____. Section 35A.13, subsection 3, Code
    Supplement 2003, is amended by adding the following
    new paragraph:
R
    NEW PARAGRAPH. c. Admission fees credited to the
    trust fund pursuant to sections 99D.14, 99F.4A, and
10 99F.10."
    2. Page 6, line 17, by inserting before the words
11
12 "A licensee" the following: "a."
13 3. Page 6, by inserting after line 27 the
14 following:
    "b. A licensee shall pay to the commission an
15
16 admission fee of fifty cents for each person entering
17 the grounds or enclosure of the licensee. The
18 admission revenue received by the commission pursuant
19 to this paragraph shall be credited to the veterans
20 trust fund created in section 35A.13. The admission
21 fee established under this paragraph shall continue to
22 be paid until a total of fifty million dollars has
23 been credited to the veterans trust fund under this
24 paragraph, section 99F.4A, subsection 4, and section
25 99F.10. subsection 2."
    4. Page 11, line 18, by striking the word
27 "admission" and inserting the following: "admission
28 and".
29 5. Page 12, line 24, by striking the words
30 "regulatory fee" and inserting the following: "fee
31 <u>fees</u>".
32 6. Page 12, line 28, by striking the words
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33 "regulatory fee" and inserting the following: "fee 35 7. Page 16, line 44, by striking the words 36 "ADMISSION REGULATORY FEE" and inserting the 37 following: "ADMISSION FEE AND REGULATORY FEES". 8. Page 16, line 50, by inserting after the 39 figure "2." the following: "a." 9. Page 17, line 10, by striking the letter "b." 41 and inserting the following: "b." 10. Page 17, line 14, by striking the word 43 "rate." and inserting the following: "rate In 44 addition to the admission fee charged under subsection 45 3, an excursion gambling boat licensee shall pay to 46 the commission an admission fee of fifty cents for 47 each person embarking on an excursion gambling boat. The admission revenue received by the commission pursuant to this paragraph shall be credited to the veterans trust fund created in section 35A.13. The

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- 1 admission fee established under this paragraph shall
- 2 continue to be paid until a total of fifty million
- 3 dollars has been credited to the veterans trust fund
- 4 under this paragraph, section 99D.14, subsection 2,
- 5 and section 99F.4A, subsection 4."
- 6 11. Page 23, line 27, by inserting after the
- 7 words "treatment fund" the following: ", veterans
- 8 trust fund,".
- 9 12. By renumbering as necessary.

Murphy of Dubuque rose on a point of order that amendment $\underline{\text{H-8113}}$ was not germane, to amendment $\underline{\text{H-8072}}$.

The Speaker ruled the point well taken and amendment $\underline{H-8113}$ to amendment H-8072 not germane to amendment H-8072.

Wise of Lee asked and received unanimous consent to withdraw amendment $\underline{\text{H-8115}}$, to amendment $\underline{\text{H-8072}}$, filed by him on February 24, 2004.

Sands of Louisa offered the following amendment $\underline{\text{H-8120}}$, previously deferred, to amendment $\underline{\text{H-8072}}$, filed by him and moved its adoption:

H-8120

- 1 Amend the amendment, <u>H-8072</u>, to <u>House File 2302</u> as
- 2 follows:

- 3 1. Page 6, by inserting after line 2, the
- 4 following
- 5 "Sec.____. Section 99D.9, Code 2003, is amended by
- 6 adding the following new subsection:
- NEW SUBSECTION. 6A. A license shall not be
- 8 granted to a nonprofit corporation if the number of
- 9 members of the governing board of the nonprofit
- 10 corporation representing or having a financial
- 11 interest in a particular horse breed that would race
- 12 at the licensee's facility exceeds the number of
- 13 members of the governing board representing or having
- 14 a financial interest in another particular horse breed
- 15 that would race at the licensee's facility."
- 16 2. By renumbering as necessary.

A non-record roll call was requested.

The ayes were 32, nays 55.

Amendment H-8120 lost.

Gipp of Winneshiek asked and received unanimous consent that <u>House File 2302</u> be deferred and that the bill retain its place on the special order calendar. (Amendment <u>H-8072</u>, as amended, pending)

SPECIAL PRESENTATION TO HOUSE PAGES

Speaker Rants invited the House Pages to the Speaker's station for a special presentation and thanked them for their service to the House of Representatives.

Certificates of excellence for serving with honor and distinction as a House Page during the Second Regular Session of the Eightieth General Assembly were presented to the following Pages by Speaker Rants, Majority Leader Gipp and Minority Leader Murphy:

Danea Carroll Amanda Crawford Tiffanee Hokel Chuck Hurley Jr. Amber Nelson Sally Shonka Alex Watters The House resumed consideration of <u>House File 2302</u> and amendment $\underline{H-8072}$, as amended, pending.

Carroll of Poweshiek moved the adoption of amendment <u>H-8072</u>, as amended.

Amendment $\underline{H-8072}$, as amended, was adopted, placing the following amendments out of order:

Amendment <u>H-8041</u> by D. Taylor of Linn on February 19, 2004.

Amendment <u>H-8042</u> filed by Lukan of Dubuque on February, 19, 2004.

Amendment <u>H-8043</u> filed by Lukan of Dubuque, et al., on February 19, 2004.

Amendment <u>H-8044</u> filed by Frevert of Palo Alto and Sands of Louisa on February 23, 2004.

Amendment <u>H-8045</u> filed by Horbach of Tama on February 23, 2004.

Amendment $\underline{H-8110}$ to amendment $\underline{H-8045}$ filed by Reasoner of Union on February 24, 2004

Amendment <u>H-8111</u> to amendment <u>H-8045</u> filed by Reasoner of Union on February 24, 2004

Amendment $\underline{H-8046}$ filed by Kuhn of Floyd, et al. on February 23, 2004.

Amendment <u>H-8047</u> filed by Roberts of Carroll on February 23, 2004.

Amendment <u>H-8048</u> filed by Horbach of Tama on February 23, 2004.

Amendment <u>H-8049</u> filed by Roberts of Carroll on February 23,2004.

Amendment <u>H-8050</u> filed by Wise of Lee and Cohoon of Des Moines on February 23, 2004.

Amendment <u>H-8051</u> filed by Mascher of Johnson on February 23, 2004.

Amendment $\underline{H-8052}$ filed by Gaskill of Wapello, et al., on February 23, 2004.

Amendment $\frac{H-8053}{H-8054}$ by Greiner of Washington on February 23, 2004. Amendment $\frac{H-8054}{H-8054}$ filed by Kuhn of Floyd and Baudler of Adair on

February 23, 2004.

Amendment $\underline{\text{H-8055}}$ filed by Sands of Louisa, et al., on February 23, 2004.

Amendment <u>H-8056</u> filed by Van Engelenhoven of Marion, et al., on February 23, 2004.

Amendment $\underline{\text{H-8057}}$ filed by Lukan of Dubuque on February 23, 2004.

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Amendment H-8059 filed by McCarthy of Polk on February 23, 2004. Amendment H-8060 filed by McCarthy of Polk on February 23, 2004. Amendment H-8061 filed by McCarthy of Polk on February 23, 2004. Amendment H-8062 filed by McCarthy of Polk on February 23, 2004. Amendment H-8063 filed by McCarthy of Polk on February 23, 2004. Amendment H-8064 filed by McCarthy of Polk on February 23, 2004. Amendment H-8065 filed by Fallon of Polk on February 23, 2004. Amendment H-8066 filed by Boddicker of Cedar on February 23, 2004.
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Amendment $\frac{H-8067}{H-8068}$ filed by Horbach of Tama on February 23, 2004. Amendment $\frac{H-8068}{H-8069}$ filed by Horbach of Tama on February 23, 2004. Amendment $\frac{H-8069}{H-8069}$ filed by Drake of Pottawattamie on February 23, 2004.

Amendment <u>H-8070</u> filed by Carroll of Poweshiek, et al., on February 23, 2004.

Amendment <u>H-8071</u> filed by Carroll of Poweshiek, et al., on February 23, 2004.

Amendment <u>H-8073</u> filed by Greimann of Story, et al., on February 23, 2004.

Amendment <u>H-8074</u> filed by T. Taylor of Linn, et al., on February 23, 2004.

Amendment <u>H-8075</u> filed by T. Taylor of Linn, et al., on February 23, 2004.

Amendment <u>H-8076</u> filed by Frevert of Palo Alto, et al., on February 23, 2004.

Amendment <u>H-8077</u> filed by Wise of Lee on February 23, 2004.

Amendment <u>H-8078</u> filed by Carroll of Poweshiek, et al., on February 23, 2004.

Amendment H-8079 filed by D. Olson of Boone on February 23, 2004. Amendment H-8080 filed by Sands of Louisa on February 23, 2004.

Amendment $\underline{H-8118}$ to amendment $\underline{H-8080}$ filed by Sands of Louisa on February 24, 2004.

Amendment <u>H-8081</u> filed by Raecker of Polk and Jochum of Dubuque on February 23, 2004.

Amendment H-8082 filed by Swaim of Davis on February 23, 2004.

Amendment $\underline{H-8130}$ to amendment $\underline{H-8082}$ filed by Raecker of Polk on February 24, 2004.

Amendment H-8083 filed by Jones of Mills on February 23, 2004.

Amendment H-8084 filed by Fallon of Polk on February 23, 2004.

Amendment <u>H-8085</u> filed by Stevens of Dickinson on February 23, 2004.

Amendment <u>H-8086</u> filed by T. Taylor of Linn on February 23, 2004. Amendment <u>H-8087</u> filed by Jochum of Dubuque on February 23, 2004.

Amendment $\underline{\text{H-8088}}$ filed by Jochum of Dubuque on February 23, 2004.

Amendment <u>H-8089</u> filed by Jochum of Dubuque on February 23, 2004.

Amendment <u>H-8090</u> filed by Jochum of Dubuque and Greimann of Story on February 23, 2004.

Amendment <u>H-8091</u> filed by Jochum of Dubuque on February 23, 2004.

Amendment $\underline{\text{H-8092}}$ filed by Jochum of Dubuque on February 23, 2004.

Amendment <u>H-8093</u> filed by Jochum of Dubuque on February 23, 2004.

Amendment H-8094 filed by Petersen of Polk on February 23, 2004.

Amendment $\underline{\text{H-8095}}$ filed by Jochum of Dubuque on February 23, 2004.

Amendment $\underline{\text{H-8096}}$ filed by Jochum of Dubuque on February 23, 2004.

Amendment <u>H-8097</u> filed by Jochum of Dubuque on February 23, 2004.

Amendment <u>H-8098</u> filed by Jochum of Dubuque, et al., on February 23, 2004.

Amendment <u>H-8099</u> filed by Jochum of Dubuque on February 23, 2004.

Amendment <u>H-8136</u> to amendment <u>H-8099</u> filed by Jochum of Dubuque on February 24, 2004.

Amendment <u>H-8141</u> to amendment <u>H-8099</u> filed by Fallon of Polk on February 24, 2004.

Amendment <u>H-8100</u> filed by Quirk of Chickasaw, et al., on February 23, 2004.

Amendment $\underline{H-8101}$ filed by Jochum of Dubuque on February 23, 2004.

Amendment <u>H-8142</u> to amendment <u>H-8101</u> filed by Fallon of Polk on February 24, 2004.

Amendment H-8102 filed by Ford of Polk on February 23, 2004.

Amendment $\underline{H-8119}$ to amendment $\underline{H-8102}$ filed by Ford of Polk on February 24, 2004.

Amendment $\underline{H-8103}$ filed by Quirk of Chickasaw, et al., on February 23, 2004.

Amendment $\underline{\text{H-8104}}$ filed by Dix of Butler, et al., on February 23, 2004.

Amendment <u>H-8131</u> to amendment <u>H-8104</u> filed by Petersen of Polk, et al., on February 24, 2004.

Amendment <u>H-8105</u> filed by Petersen of Polk, et al., on February 23, 2004.

Amendment <u>H-8128</u> to amendment <u>H-8105</u> filed by Petersen of Polk et al., on February 24, 2004.

Amendment <u>H-8106</u> filed by Mascher of Johnson on February 23, 2004.

Amendment <u>H-8107</u> filed by Osterhaus of Jackson on February 23, 2004

Amendment <u>H-8108</u> filed by Huser of Polk, et al., on February 23, 2004.

The House stood at ease at 5:56 p.m., until the fall of the gavel.

The House resumed session at 6:35 p.m., Speaker Rants in the chair.

Raecker of Polk moved that the bill be read a last time now and placed upon its passage which motion prevailed and the bill was read a last time.

On the question "Shall the bill pass?" (H.F. 2302)

The ayes were, 73:

Rants

Bell Alons **Baudler** Boal Boddicker **Boggess** Bukta Carroll Chambers Cohoon Connors De Boef **Dennis** Dix Dolecheck Drake Eichhorn Elgin Ford Freeman Frevert Gaskill Gipp Granzow Hahn Greiner Hanson Heaton Hoffman Horbach Hunter Huseman Huser Hutter Jacobs Jenkins Jochum Klemme Jones Kramer Kurtenbach Lalk Lukan Lykam Maddox Manternach **McCarthy** Mertz Miller Oldson Olson, S. Osterhaus Paulsen Petersen Raecker Rasmussen Rayhons Sands Roberts Schickel Shomshor Stevens Struyk Thomas **Tjepkes** Tymeson Upmeyer Van Fossen, J.K. Van Fossen, J.R. Watts Wilderdyke Wise Mr. Speaker

The nays were, 26:

Berry	Dandekar	Davitt	Fallon
Foege	Greimann	Heddens	Hogg
Jacoby	Kuhn	Lensing	Mascher
Murphy	Olson, D.	Quirk	Reasoner
Shoultz	Smith	Swaim	Taylor, D.
Taylor, T.	Van Engelenhoven	Wendt	Whitaker
Whitead	Winckler		

Absent or not voting, 1:

Arnold

Shoultz of Black Hawk rose on a point of order relating to the bill title.

The Speaker ruled that the point was well taken and the title was amended by placing the word "certain" before the words gambling games and pari-mutual wagering.

The bill having received a constitutional majority was declared to have passed the House and the title, as amended, was agreed to.

IMMEDIATE MESSAGE

Gipp of Winneshiek asked and received unanimous consent that **House File 2302** be immediately messaged to the Senate.

COMMUNICATIONS RECEIVED

The following communications were received and filed in the office of the Chief Clerk:

DEPARTMENT OF AGRICULTURE AND LAND STEWARDSHIP

Annual report on the status of Chronic Wasting Disease monitoring, surveillance and preparation in Iowa, pursuant to Chapter 189A.2, Code of Iowa.

IOWA COUNTY ENGINEERS ASSOCIATION SERVICE BUREAU

Annual report of activities, pursuant to Chapter 312.3B, Code of Iowa.

CERTIFICATES OF RECOGNITION

MR. SPEAKER: The Chief Clerk of the House respectfully reports that certificates of recognition have been issued as follows.

MARGARET A. THOMSON Chief Clerk of the House

2004\546	Fern Slagle, Brooklyn – For celebrating her $87^{\rm th}$ birthday.
2004\547	$\label{eq:continuous} \begin{tabular}{ll} Everett & and & Anita & Joseph, & Williamsburg & For celebrating their \\ 65th & wedding & anniversary. \\ \end{tabular}$
2004\548	Joseph and Anita Steinke, Williamsburg – For celebrating their $65^{\rm th}$ wedding anniversary.
2004\549	Donald and Arlene Clarahan, Sigourney – For celebrating their $50^{\rm th}$ wedding anniversary.
2004\550	C.J. (Celestine Wobeter), Tama – For celebrating his $90^{\rm th}$ birthday.
2004\551	Louie and Gert Fischels, Independence – For celebrating their $50^{\rm th}$ wedding anniversary.
2004\552	Merle and Irene Clough, Dysart – For celebrating their $65^{\rm th}$ wedding anniversary.

SUBCOMMITTEE ASSIGNMENTS

House File 2148

Local Government: Arnold, Chair; Fallon and Hanson.

House File 2290

Human Resources: Boddicker, Chair; Jacoby and Upmeyer.

House File 2307

Judiciary: Paulsen, Chair; Hutter and Reasoner.

House File 2332

Public Safety: Klemme, Chair; Sands and Shoultz.

House File 2338

Public Safety: Van Fossen, J.R., Chair; Chambers and Ford.

House File 2339

Judiciary: Van Fossen, J.R., Chair; Greimann and Heaton.

House File 2346

Public Safety: Alons, Chair; Bell and Van Fossen, J.R.

House File 2374

State Government: Jacobs, Chair; Dennis, Gaskill, Greiner, Mascher, Petersen and Rasmussen.

House File 2385

Natural Resources: Whitaker, Chair; Baudler and Van Fossen, J.R.

HOUSE STUDY BILL SUBCOMMITTEE ASSIGNMENTS

House Study Bill 687

Commerce, Regulation and Labor: Jacobs, Chair; Jenkins and Quirk.

House Study Bill 689

Human Resources: Carroll, Chair; Jacoby and Upmeyer.

HOUSE STUDY BILL COMMITTEE ASSIGNMENTS

H.S.B. 690 Judiciary

Relating to license revocations for repeat operating-while-intoxicated offenders.

H.S.B. 691 State Government

Relating to voting machines and electronic voting systems.

H.S.B. 692 Judiciary

Eliminating provisions allowing a criminal offender to make a donation or contribution to a charity or local anticrime organization.

COMMITTEE RECOMMENDATIONS

MR. SPEAKER: The Chief Clerk of the House respectfully reports that the following committee recommendations have been received and are on file in the office of the Chief Clerk.

MARGARET A. THOMSON Chief Clerk of the House

COMMITTEE ON AGRICULTURE

<u>House File 2225</u>, a bill for an act relating to the establishment of drainage and levee districts, and providing an effective date.

Fiscal Note is not required.

Recommended Do Pass February 25, 2004.

House File 2315, a bill for an act relating to agricultural conservation practices.

Fiscal Note is not required.

Recommended Do Pass February 25, 2004.

COMMITTEE ON EDUCATION

Committee Bill (Formerly <u>House Study Bill 502</u>), relating to driver education by a teaching parent.

Fiscal Note is not required.

Recommended Amend and Do Pass February 25, 2004.

COMMITTEE ON ENVIRONMENTAL PROTECTION

Committee Bill (Formerly <u>House File 572</u>), relating to the number of controlled burns of demolished buildings conducted by certain cities.

Fiscal Note is not required.

Recommended Amend and Do Pass February 25, 2004.

Committee Bill (Formerly <u>House Study Bill 670</u>), relating to the comprehensive petroleum underground storage tank fund.

Fiscal Note is not required.

Recommended Amend and Do Pass February 25, 2004.

COMMITTEE ON HUMAN RESOURCES

House File 627, a bill for an act relating to third-party payment of health care coverage costs for biologically based mental illness treatment services.

Fiscal Note is not required.

Recommended Do Pass February 25, 2004.

COMMITTEE ON LOCAL GOVERNMENT

Committee Bill (Formerly <u>House Study Bill 597</u>), providing for the administration of fairs, providing for the allocation of moneys, and providing for an effective date.

Fiscal Note is not required.

Recommended Amend and Do Pass February 25, 2004.

Committee Bill (Formerly <u>House Study Bill 656</u>), changing the budget certification deadline for county hospital budgets.

Fiscal Note is not required.

Recommended Do Pass February 25, 2004.

COMMITTEE ON NATURAL RESOURCES

Committee Bill (Formerly <u>House File 2054</u>), relating to the regulation of target shooting near buildings and feedlots.

Fiscal Note is not required.

Recommended Amend and Do Pass February 25, 2004.

COMMITTEE ON STATE GOVERNMENT

<u>House File 2055</u>, a bill for an act providing for the establishment of a commission on the status of Iowans of Asian and Pacific Islander heritage within the department of human rights.

Fiscal Note is not required.

Recommended Do Pass February 25, 2004.

Committee Bill (Formerly <u>House Study Bill 523</u>), restricting executive branch authority to transfer appropriations between departments.

Fiscal Note is not required.

Recommended Amend and Do Pass February 25, 2004.

Committee Bill (Formerly House Study Bill 567), relating to certain alternative form of county and city government by providing for county redistricting and representation, charter commission administration, application of various statutory requirements, the manner in which a charter may be proposed and adopted, amendment of a charter, the organization of the governing body, and inclusions in a charter, making technical changes relating to the administration and authority of a city-county consolidated government and a community commonwealth, allowing formation of local government organization review committees, and including effective and retroactive applicability date provisions.

Fiscal Note is not required.

Recommended Amend and Do Pass February 25, 2004.

AMENDMENT FILED

H-8148 H.F. 2262 Drake of Pottawattamie
Jones of Mills Elgin of Linn
Connors of Polk Lykam of Scott

On motion by Gipp of Winneshiek the House adjourned at 7:24 p.m., until 9:00 a.m., Friday, February 27, 2004.